## Plaintiff's Exhibit 991

6035 Report of Stockholder's Meeting, Jackson County Doctors of OPS, held at the Holland Hotel, June 6, 1944 at 7 o'clock. The Doctors of Jackson County OPS held a stockholder's meeting at the Holland Hotel, June 6, 1944 at 7 o'clock P. M.

The following were present: C. I. Drummond, Chas W. Lemery, Jas. C. Hayes, A. F. W. Kresse, R. P. Mortensen, L. D. Inskeep, Orel A. Welsh, A. E. Dodson, LeRoy Jensen, Willard Marshall, Ken Manning and Justin Smith.

Dr. Drummond presided. The first order of business was to change the fee schedule. After a short discussion it was moved and seconded and voted unanimously to raise the present fee schedule to that of the state fee schedule, effective July 1, 1944.

Dr. Lemery made a motion that a detailed financial report be mailed to the doctors each month. After some discussion this was deemed inadvisable by the majority whereupon Dr. Lemery withdrew his motion.

The next order of business was the consideration of the Bear Creek Family Coverage Plan. Justin Smith presented facts and figures for the past year showing a considerable loss to the OPS due, mainly to too low a fee schedule and partly to a bad experience rating for the year. After considerable discussion it was voted to present rates suggested by Mr. Marshall for the coming year.

| | | | |
|---|---|---|---|
| Wife only @ | $1.50 | Per | Month |
| Wife and one child | 2.25 | " | " |
| Wife and two children | 2.75 | " | " |
| Wife and three children | 3.00 | " | " |
| Wife and four children or more | 3.25 | " | " |

Justin Smith spoke briefly to the doctors calling their attention to the necessity of checking more closely on the individual subscribers seniority, checking for industrial accidents, and advising that they call to the local office on all surgery and serious hospital cases and to be sure of OPS's liability.

Dr. Hayes introduced a motion that each doctor okey his own patient's hospital bills and to be certain that all charges were just and correct before presentation to OPS

for payment. After a short discussion this motion was moved, seconded, and carried unanimously.

6036 Dr. Drummond introduced Mr. Manning, the Division Manager from the Salem office and asked him to say a few words. Mr. Manning complimented the doctors on their splendid cooperation with OPS and assured them that the OPS stood ready and willing at all times to cooperate with them. They were urged to call upon OPS anytime they felt they were not receiving fair consideration in payment for their services. In closing, Mr. Manning stated that this was the doctor's own organization and that the management would be guided in all things by their needs and desires if they would make them known.

Mr. Marshall spoke upon the growth of OPS since its inception. He presented facts and figures to show that OPS has grown steadily and rapidly and is now larger than all combined commercial organizations in the state. He also stated that the number of cooperating doctors was increasing steadily and that the spirit of cooperation from the doctors was very gratifying and that from all in indications the organization would continue to grow and operate more successfully as time goes on.

It was voted to hold a stockholders meeting approximately every six months, the opinion being that this would keep the doctors better informed and stimulate more interest in OPS.

There being no further business, the meeting adjourned at 10:15 P. M.

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**Plaintiff's Exhibit 992**

6037 MEETING OF STOCKHOLDERS'

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

JACKSON HOTEL, MEDFORD, OREGON

JANUARY 3, 1945.

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The semi-annual meeting of the Stockholders' of Jackson County Division of Oregon Physicians' Service met at a

dinner meeting at 6:30 P. M. at the Jackson Hotel on Wednesday, January the third.

All but two members were present. Mr. Rubey and Mr. Manning attended from the home office. Mr. Marshall being unable to be present.

The meeting was opened by Justin Smith and after a short talk it was turned over to Dr. Drummond. The first order of the day was the discussion of the percentage taken by Oregon Physicians' Service for Administrative expenses. After some discussion a motion was made that the Jackson County Pool be charged on a pro rata basis the same as the rest of the state and that this motion be respectively submitted to the Board of Oregon Physicians' Service. The motion was unanimously adopted. Mr. Rubey was requested to present it to the board of directors.

A discussion on Family Hospital Coverage was then opened by Dr. Drummond. Mr. Rubey spoke at some length about this coverage and also Blue Cross Hospital Plan and the experience of doctors working in other parts of the country where they had been forced to enter into split coverage agreements with Blue Cross.

6038 After questions and more discussion a resolution was passed requesting the Board of Directors of Oregon Physicians' Service to work out some plan for this type of coverage and present it to the Jackson County Group of Oregon Physicians' Service. Mr. Rubey advised the doctors that surveys and research was being made on different type of Family Medical and Hospital Coverage and that as soon as such information was available it would be presented to the doctors.

There being no further business, the meeting was adjourned.

Justin B. Smith/dw

**Plaintiff's Exhibit 993**

6039 MEETING OF EXECUTIVE COMMITTEE

of

JACKSON COUNTY OREGON PHYSICIANS' SERVICE MEMBERS

at

225 MEDFORD CENTER BUILDING, MEDFORD, OREGON.

A meeting of the Executive Committee of Jackson County Oregon Physicians' Service was held at 225 Medford Center Building at one o'clock, January 24, 1946. Those present were Dr. Drummond, Dr. Inskeep and Dr. Poston.

After a short discussion the committee unanimously recommended the offering of the Family Hospital and the Family Surgical, Obstetrical and Hospital Contracts to the families of local deduction groups under the coverage of Oregon Physicians' Service, subject to approval of the Jackson County Members of Oregon Physicians' Service.

To clarify the fees of operative cases, a motion was made that pre-operative diagnosis and post-operative care should be included in the operative fee, excepting in those cases where there are extenuating circumstances or unusual care is necessary.

The Executive Board discussed the advisibility of lowering the fees for refractions from seven dollars and fifty cents ($7.50) and twelve dollars and fifty cents ($12.50) to five dollars ($5.00) and seven dollars and fifty cents ($7.50). This matter was held over until a later date to enable the committee to investigate it further personally.

6040 The committee gave its unanimous approval of the management of Oregon Physicians' Service negotiating with the Federal Government with the possibility of entering into a contract for the medical and hospital care of veterans, these negotiations to be subject to the approval of members of Oregon Physicians' Service, before any contracts were signed.

There being no further business the meeting was adjourned.

**Plaintiff's Exhibit 994**

6041 MEETING OF STOCKHOLDERS'

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

HOLLAND HOTEL, MEDFORD, OREGON, JUNE 25, 1945.

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The semi-annual meeting of the Jackson County Members of Oregon Physicians' Service was held on Wednesday, June the twenty-fifth, at the Hotel Holland at 6:30 P. M.

All members were present with the exception of Dr. Haines, Dr. Woods, Dr. Dodson and Dr. Lemery. Mr. Marshall and Mr. Manning were present from the Salem Office.

Dr. Drummond opened the meeting by calling for an election of an Executive Committee. Dr. Hayes made a motion to keep the present members consisting of Dr. Drummond, Dr. Inskeep, Dr. Roney and in addition nominated Dr. Poston to replace Dr. Kresse, the motion was seconded by Dr. Holt and unanimously accepted. Dr. Drummond suggested that Dr. Kresse and Dr. Clancy participate in any surplus accumulated, up to the time they discontinued practice in Jackson County, this was put into the form of a motion by Dr. Hayes, seconded by Dr. Mortensen and unanimously carried. Another motion was made by Dr. Hayes that Dr. Kresse and Dr. Clancy be reimbursed for their stock, which was also unanimously accepted.

6042 Justin Smith made a brief talk on the progress made by Oregon Physicians' Service in Jackson County in the last year and the amount of unpaid medical fees available for disbursement.

Mr. Marshall then spoke on the growth of Oregon Physicians' Service throughout the state and explained a questionaire, which was being mailed to the doctors, on different types of family coverage as well as other possible types of contract medical and hospital services by Oregon Physicians' Service. Dr. Hayes spoke briefly in favor of Family Hospital Coverage, also Dr. Inskeep, using as an illustration growth of socialized medicine sponsored by the Federal Government, particularly as to allotments now

being made for the Childrens' Bureaus in the State of Oregon. Dr. Poston warned the doctors to be prepared to meet socialized medicine rather than to have it forced on them by the Federal Government.

A motion was moved and seconded that a reserve of $2,500.00 (two thousand and five hundred dollars) be set up as a donated surplus. After some discussion the motion was unanimously carried.

There being no further business the meeting was adjourned.

Justin B. Smith/dw.

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**Plaintiff's Exhibit 995**

6043 MEETING OF STOCKHOLDERS'

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

JACKSON HOTEL, MEDFORD, OREGON, JANUARY 23, 1946.

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The semi-annual meeting of the Jackson County members of Oregon Physicians' Service was held at the Hotel Jackson on Wednesday, January the twenty-third at six-thirty P. M. Fourteen members were present.

Dr. Drummond opened the meeting by making a short talk urging the doctors to give Oregon Physicians' Service full support and particularly urged them to try to sell Oregon Physicians' Service coverage to patients now under competing Hospital Associations.

Justin Smith spoke briefly on the progress of Oregon Physicians' Service in the last six months and the amount of surplus now on hand.

Mr. Marshall then spoke on the plans of the American Medical Association to make prepaid medicine more or less a national organization, particularly as applied to large national companies, such as Standard Oil Company and other large organizations operating inter-state. He stated that already they are planing enrollment centers in some of the larger cities.

6044 Mr. Marshall also spoke on negotiations with the National Veterans Bureau, pertaining to the possibility of entering into a contract with Oregon Physicians' Service to care for veterans on a fee schedule probably simular to the present Oregon Physicians' Service schedule, plus seven percent. He stated the contracts already had been entered into by California and Michigan doctors. Mr. Marshall stated that he and a Washington representative were going back to Washington, D. C. to confer with the General in charge of Medical care for Veterans. He stated that any contracts would be subject to approval of Oregon Physicians' Service members. After some discussion Mr. Marshall passed out copies and outlined the Family Hospital Plan and the Family Surgical, Obstetrical and Hospital agreement. After some discussion this was referred to the Executive Committee for discussion and recommendation.

Mr. Marshall then explained the reserve requirements and the plan now in affect to set up this reserve, so as to comply with the State Law. After some discussion Dr. Inskeep made a motion that the required reserve be taken out of the balance on hand owing the member doctors of Jackson County of Oregon Physicians' Service and that the two thousand and five hundred dollars ($2,500) surplus be paid back to the doctors who originally subscribed. The motion was moved and seconded and unanimously accepted.

There being no further business the meeting was adjourned.

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**Plaintiff's Exhibit 996**

6045 MEETING OF STOCKHOLDERS'

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

JACKSON HOTEL, MEDFORD, OREGON, JUNE 27, 1946.

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The semi-annual meeting of the Jackson Division of Oregon Physicians' Service was held at the Jackson Hotel on June the twenty-seventh, at six-thirty P. M.

There were fourteen doctors present. Dr. Drummond being absent Dr. Inskeep presided.

Justin Smith spoke briefly on the local condition of Oregon Physicians' Service, also opening a discussion on the advisibility of one Fee Schedule for both "off the job" and "on the job" coverage. After some discussion and being brought to a vote it was decided to continue the fee schedule as it was at the present time.

A motion was made that Justin Smith be given a bonus of six hundred dollars. It was seconded and passed unanimously.

Mr. Marshall then spoke on the increase in costs in prepaid medicine, particularly the hospital costs, which have increased about forty-five percent in the last three years.

6046 Mr. Marshall explained the loss of War Time Industrial Coverage, but stated that the Peace Time Coverage had continued to grow steadily.

Mr. Marshall also explained the new Associated Medical Care Plan, now organized and operating in thirty-three states and was hopeful of having a reciprocating program soon.

A discussion was then opened on the Veterans Care Program and it was the opinion of many present that the disappointments encountered so far were mainly due to the man who was in charge in the state of Oregon. It was hoped that the steps now being taken to eliminate this "bottleneck" and secure more cooperation would be accepted in the near future.

There being no further business the meeting was adjourned.

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**Plaintiff's Exhibit 997**

6047 MEETING OF STOCKHOLDERS

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

ROGUE VALLEY COUNTRY CLUB, MEDFORD, ORE.
JAN. 17, 1947

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The semi-annual meeting of the Jackson County members of Oregon Physicians' Service was held Friday,

January 17th, at 6:30 P. M. at the Rogue Valley Country Club. There were 27 members present and Mr. Willard Marshall, of Portland, and Mr. Art Knox, of the Salem office, attended.

Mr. Knox was introduced by Dr. Drummond and spoke briefly about the condition of Oregon Physicians' Service as related to the State Pool and Salem district. He also mentioned the success and difficulties encountered in the change of rates.

The first order of business was the election of five members to the Executive Council, these being Drs. Drummond, Inskeep, Bishop, Lemery and Sleeter.

The application for the reinstatement of Dr. Kresse was discussed at some length and a motion was made and seconded and unanimously carried that when he had received his license and became a member of the Jackson County Medical Society he would, automatically, become a member of the Oregon Physicians' Service.

Dr. Drummond spoke on the veterans' care in relation to State medicine and urged the doctors to cooperate in order to help prevent socialized medicine.

The question of a raise in salary and bonus for Justin Smith was discussed and a motion was made by Dr. Inskeep that a $50.00 per month raise be given Mr. Smith, with the bonus being decided upon at the next regular meeting in June. The motion was seconded and carried unanimously.

6048

Hospital costs were discussed, particularly the cost of Penicillin.

Justin Smith talked for a few minutes on the condition of the Jackson County Pool of Oregon Physicians' Service; also suggesting that additional information be obtained by the doctors, whenever possible, to facilitate the processing of the bills in the Medford and Salem offices.

Willard Marshall then made a report on the condition and progress of Oregon Physicians' Service as a whole. He also discussed Blue Cross and the progress being made in other states of the union. He also reported on the progress of the National Associated Medical Care Plan. He stated that there were now 39 states where one or more organizations were cooperating and that there were now between five and six million people covered in the United States by some type of Doctor-controlled pre-payment plan. He also stated that it was very desirable that the coverage

should be increased by offerring some type of prepayment plan to a greater percentage of the population.

The present veterans setup was discussed at some length and altho no action was taken, it was the concensus of opinion that continued cooperation should be given and a concentrated effort be made to remove the main cause of the trouble.

There being no further business, the meeting was adjourned.

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**Plaintiff's Exhibit 998**

6049 MEETING OF STOCKHOLDERS

of

JACKSON COUNTY DOCTORS OF OREGON PHYSICIANS' SERVICE

at

ROGUE VALLEY COUNTRY CLUB, MEDFORD, ORE.
JUNE 25, 1947

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The semi-annual meeting of the Jackson County members of the Oregon Physicians' Service was held at the Rogue Valley Country Club on Wednesday, June 25, 1947, at 6:30 P. M. There were twenty-three doctors present, and Mr. Knox and Mr. Manning of the Oregon Physicians' Service.

Dr. Drummond called the meeting to order and asked that the minutes be read. After the reading of the Minutes, Dr. Drummond brought up the matter of a bonus for Justin Smith and, after the financial report was made, it was unanimously voted to give Justin Smith a bonus of One Thousand Dollars ($1000.00), to be paid out of the doctors' surplus.

Dr. Drummond then introduced Mr. Manning and asked him to explain the new types of coverage that the Board of Directors had authorized be offered to small groups, family groups, farm groups and employed individuals. After these were explained at some length it was voted that these be offered at a future date when the management had prepared proper contracts, etc.

The Blue Cross medical and hospital coverage being offered in Southern Oregon was discussed at some length

without the doctors coming to any definite decision as far as the O. P. S. attitude toward this type of insurance is concerned.

Mr. Knox spoke briefly and made some very pertinent remarks upon doctor and public relationship and stated that unless the doctors became alert and aware of the situation, we would very likely get some type of restricting legislation two years from now, as a bill of this type narrlowly missed being passed in the last Legislature.

There being no further business, the meeting was adjourned.

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**Plaintiff's Exhibit 999**

6050 MEETING OF STOCKHOLDERS

of

JACKSON COUNTY DOCTORS OF THE OREGON PHYSICIANS' SERVICE

at

ROGUE VALLEY COUNTRY CLUB, MEDFORD, ORE., NOVEMBER 20, 1947

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A special meeting of the Jackson County Members of the Oregon Physicians' Service was held on Thursday, November 20, 1947, at 6:30 P. M. at the Rogue Valley Country Club. Twenty-Five doctors were present.

The meeting was called for the purpose of discussing increased hospital costs and the new fee schedule.

Justin Smith spoke on increased hospital costs, family coverage and the increased enrollment of groups under the Family Coverage plan. Also, he reported briefly on the A.M.P.C. meeting at St. Louis and the types of coverage being offered elsewhere in the United States, and recommended that the doctors operate under the present fee schedule for a few months until we get some actuarial figures and experience rating, due to the increased cost in hospitalization and family coverage.

Dr. Drummond and Dr. Hayes were both in favor of accepting the new fee schedule at once. Dr. Lemery, Dr. Inskeep and Dr. Harvey Woods recommended that we work under the old fee schedule until June of 1948. A

motion was made and seconded that these recommendations be adopted.

Dr. Welsh made a motion that an amendment be added to the first motion that the doctors in Jackson County continue to operate under the old fee schedule until the next meeting in January, giving the doctors an opportunity to study the new fee schedule, and reconsider it at that time. This motion and amendment was seconded and carried by a vote of nine to seven.

There being no further business, the meeting was adjourned.

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**Plaintiff's Exhibit 1000**

6051 MEETING OF STOCKHOLDERS

OF

JACKSON COUNTY DOCTORS OF THE OREGON PHYSICIANS' SERVICE

AT

ROGUE VALLEY COUNTRY CLUB, MEDFORD, ORE.
JUNE 22, 1948.

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The semi-annual meeting of the Jackson County members of the Oregon Physicians' Service was held at the Rogue Valley Country Club, Medford, Oregon, on Tuesday evening, June 22, 1948.

There were twenty-one doctors present: also, Mr. Harvey, Assistant Manager, and Mr. Knox of the Salem office.

Dr. Drummond presided and called for the reading of the minutes. After reading the minutes, Dr. Drummond introduced Mr. Harvey and Mr. Knox. Each of them spoke briefly explaining the reason for the low pay-off on the fee schedule the last couple of months.

Justin Smith gave a financial report on the Jackson County Pool, whereupon Dr. Bishop moved that Justin Smith receive a Thousand Dollar ($1000.00) bonus, to be paid out of the Jackson County surplus. Motion was seconded and unanimously adopted.

Dr. Hayes spoke on the importance of proper diagnosis and recommended that member doctors should be careful about running up laboratory and X-ray bills.

Dr. Haines made a motion that the Jackson County doctors recommend that the present $5.00 first office call be

lowered to $4.00, such recommendation to be approved by the State Board. The motion was seconded and unanimously adopted.

There being no further business, the meeting was adjourned.

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**Plaintiff's Exhibit 1001**

6052 MEETING OF STOCKHOLDERS

OF

JACKSON COUNTY DOCTORS OF THE OREGON PHYSICIANS' SERVICE

AT

ROGUE VALLEY COUNTRY CLUB, MEDFORD, ORE.
JANUARY 29, 1948

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The semi-annual meeting of the Jackson County Members of the Oregon Physicians' Service was held on Thursday, January 29, 1948, at 7:00 P. M. at the Rogue Valley Country Club. Twenty-One doctors were present. Also, Mr. Willard Marshall and Mr. Clyde Kincaid of the Portland office.

Dr. Sleeter presided in the absence of Dr. Drummond and called for the reading of the minutes.

The first order of business was the election of the Executive Council, the members being Drs. Bishop, Lemery, Drummond, Sleeter and Inskeep. A motion was made, seconded and carried unanimously that the same Council members be elected to serve another year.

Dr. Bishop announced that Representative Bengston would like to know if the members of the Jackson County Medical Society would be willing to assist in staffing the Camp White Hospital should it be opened as a Government hospital for veterans. Dr. Everett, President of the Jackson County Medical Society, called a special meeting of that body to discuss the matter. After a short discussion, a motion was made, seconded and unanimously carried that the local doctors of Jackson County would give all possible assistance in staffing the Camp White Hospital until it would be fully staffed with the Government's own doctors.

The chairman then opened the discussion of the new fee schedule. Mr. Marshall explained in detail why he thought the new fee schedule should be adopted for various reasons. After further discussion, the new fee schedule was adopted to take effect as soon as the doctors received them.

The question of whether or not the Oregon Physicians' Service should pay for Penicillin, when administered in the physician's office, was discussed at some length.
6053 It was finally rejected with the understanding that some doctors would pay for it themselves under the new $5.00 first office call schedule, while others would charge the patient and it would be optional with the individual doctor whether he would pay for it or have the patient stand the cost.

Justin Smith announced that at 12:30 Wednesday, February 11th, Dr. Northum would be present to address the doctors on Socialized Medicine and urged that all attend who possibly could.

There being no further business, the meeting was adjourned.

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**Plaintiff's Exhibit 1002**

6054 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

Council of the Lane County Medical Society

The first meeting of the Council was called by the president, Dr. E. L. Zimmerman, for noon January 4, 1937 at the Osburn Hotel. All the members were present. The following members constitute the Council:

Dr. E. L. Zimmerman, president
Dr. E. D. Furrer, secretary
Dr. G. S. Beardsley, president-elect
Dr. C. H. Phetteplace, to serve 3 yrs.
Dr. L. S. Kent "
Dr. D. C. Stanard, to serve 2 yrs.
Dr. A. O. Waller "
Dr. W. B. Neal, to serve 1 yr.
Dr. C. E. Hunt "
Dr. W. B. Neal was represented by Dr. T. A. McKenzie as proxy.

It was decided that the regular meeting each month be held Thursday noon before the Friday of the regular Lane County Medical Society Meeting.

Motion was made and seconded that the Council meet with the new Lane County Health officer. Passed. It was also suggested that Dr. Zimmerman arrange a meeting with the Council and Mr. VanLoan.

It was moved and seconded and passed that the Council write letters to the American Society of Clinical Pathologists clearing Dr. Furrer of any accusations regarding any unethical conduct on the basis of fee schedules. It was suggested that a letter be obtained from Dr. Donahue regarding the questioning of splitting fees by Dr. Morgan and that this letter together with the Council be sent to the American Uriological Society.

Moved, passed and seconded that it is the feeling of the Council that we look with disfavors on any members doing work for outside hospital associations. The Council recommends that this discontinue by all members of the Lane County Medical Society as soon as contracts expire
6055 within the year and that a vote be taken on this matter at the first meeting of the Lane County Medical Society.

It was moved, seconded, and passed that the Council meet with the Boards of both local hospital associations for the purpose of working out a uniform policy for the local hospital contracts. Passed.

It was moved, seconded, and passed that the Council of the Lane County Medical Society inform the American College of Surgeons with a favorable letter when the Eugene Hospital again makes application for standardization on meeting minimum requirements.

Adjourned at 1:45 p.m.

**Plaintiff's Exhibit 1003**

6056 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

January 21, 1937

The regular January meeting of the Council of the Lane County Medical Society was held on January 21, 1937 at the Osburn Hotel.

The minutes of the previous meeting were read and approved.

The members present: Drs. Zimmerman, Beardsley, Phetteplace Hunt, Kent, Neal, Stanard, Furrer.
The members absent: Dr. Hurley, sick; Dr. Waller, at the legislature.

It was moved, seconded, and passed that the motion passed at the January 4, 1937 meeting regarding members doing work for outside Hospital associations be tabled.

It was moved, seconded, and passed that the question of uniform ethical contract for both local hospital associations be turned over to a committee consisting of two members of each hospital association board, two members of the council, and the managers of each association.

Adjourned at 1:45 p.m.

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**Plaintiff's Exhibit 1004**

6057 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

COUNCIL OF THE LANE COUNTY MEDICAL SOCIETY.

The council met April 15 at noon at the Osburn Hotel. All members were present. Dr. Bartel as proxie for Dr. Neal.

The minutes of the previous meeting were read and approved.

The Osburn manager notified the Medical Society that stake dinners hereafter would be one dollar.

The secretary was instructed to send a copy of the constitution of the Lane County Medical Society to the Council of the Oregon State Medical Society.

"A tentative statement of principles and procedure for the control of contract practice adopted by the Council of the Oregon State Medical Society, Sept. 2, 1936 subject to revision" was read.

It was moved, seconded and passed that the previous motion regarding contract practice be taken from the table.

It was moved, seconded and passed that the Council procede with the original motion. The original motion being "That it is the feeling of the Council that we look with disfavor on any member of the Lane County Medical Society doing work for unethical Hospital Associations. The Council recommends that this be discontinued by all members of the Society, as soon as contracts expire within the year and that a vote be taken on this matter at the first meeting of the Lane County Medical Society.

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**Plaintiff's Exhibit 1005**

6058 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

April 28, 1937

The meeting of the council of the Lane County Medical Society was held at the Osburn Hotel at noon. All members were present. Minutes of the previous meeting were read and approved.

The by-laws of the Eagles Lodge, relative to their medical services, were read by Dr. I. R. Fox, who was invited to the meeting.

It is moved, seconded, and passed that the council of the Lane County Medical Society interprets the resolution passed at the last meeting of the Lane County Medical Society relative to work done for unethical hospital associations by members, shall include work done for fraternal organizations. If the working arrangements of such organizations violates the code of ethics of the American Medical Association, relative to contract practice. Further violation of these resolutions shall constitute cause for expulsion from membership in the Lane County Medical Society.

**Plaintiff's Exhibit 1006**

6059 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

May 22, 1937

The meeting of the council of the Lane County Medical Society was held on the above date at the Osburn Hotel at noon.

The minutes of the previous meeting were read and approved. It is moved, seconded, and passed that Dr. Edblom be called before the council to discuss his contract with the Eagles Lodge.

The secretary was instructed to contact Dr. Edblom immediately.

This was done by telephone. Dr. Edblom stated to the secretary that he was unable to be present at the meeting, but he told the secretary that his membership in the Medical Society meant more to him than any medical contract, that he had, and that he was willing to discontinue the contract on receiving a letter from the council to that effect, that this type of practice was unethical, so that he could have something concrete to show to the Eagles officials as to why it was necessary for him to give up his contract with them.

It was moved, seconded, and passed that Dr. Edblom and Dr. Walker be commended on their stand in discontinuing their medical contracts with fraternal organizations and that the council of the Lane County Medical Society assures them that no other member of the Lane County Medical Society can take over these contracts and retain their membership in the Society. A copy of this resolution is to be sent to these members.

6060 Members present at the council meeting, Drs. Zimmerman, Beardsley, Hunt, Stanard, Waller, Phetteplace, Kent, and Furrer. Dr. Neal out of town, and his proxy, Dr. Kuykendall, out of town.

**Plaintiff's Exhibit 1007**

6061 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

June 16, 1937

The regular meeting of the council of the Lane County Medical Society was held on the above date at the Osburn Hotel at noon. Minutes of the previous meeting were read and approved.

Mr. Foley's letter was a suggested one to send to Doctor Edblom, regarding the Eagle's medical contract, was read. It was moved, seconded, and passed, unanimously, that this letter be sent to Doctor Edblom. It was moved, seconded and passed that any members of the Lane County Medical Society who might be doing work for the Eagles, under these contracts, should be contacted and notified of the action of the Lane County Medical Society. The president designated Drs. Hurley and Furrer.

Meeting adjourned.

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**Plaintiff's Exhibit 1008**

6062 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

September 16, 1937

The regular meeting of the Council of the Lane County Medical Society was held September 16, 1937 at McCready's Cafe. The minutes of the previous meeting were read and approved.

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It is moved, seconded, and passed that the Council of the Lane County Medical Society has no suggestions to offer the Eagles Lodge regarding their medical services.

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All members of the Council were present at the meeting. The meeting adjourned at 1:15 P. M.

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**Plaintiff's Exhibit 1009**

6064 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

September 30, 1937

A special meeting of the Council of the Lane County Medical Society was held September 30. The minutes of the previous meeting were read and approved.

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On discussion it was brought out that it was the feeling of the Council that the plan of the State Medical Society for filling out blanks on contract practice was too burdensome. Further advice was requested.

It was moved, seconded, and passed, that the President of the Lane County Medical Society write a letter to the Council of the Oregon State Medical Society asking them to give him a list of all hospitals associations in Oregon which do not comply with the code of ethics of the American Medical Association, in order that we may carry out in Lane County our unanimous motion to discontinue work by our members for unethical associations after January 1, 1938.

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**Plaintiff's Exhibit 1010**

6065 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

November 3, 1937

Special meeting of the Council of the Lane County Medical Society was held at the Osburn Hotel November 3, 1937. The minutes of the previous meeting were read and approved.

It is moved, seconded and passed that the Council approves immediate action in carrying out the decision of the Medical Society as regards contract practice as unanimously passed at the regular meeting of the Lane County Medical Society held April 16, 1937.

**Plaintiff's Exhibit 1011**

6066 LANE COUNTY MEDICAL SOCIETY

July 8, 1938

An executive session of the Lane County Medical Society was called for July 8, 1938. The following members were present:

Drs. Hurley, A. H. Norton, Chapman, Furrer, Neal, Beardsley, Kent, Rogers, Stanard, Robbins, Gardner, Bradley, H. H. Norton, Adams, Scoles, Talbot, Bartle, Kuykendall, Thompson, Pollard, Faust, A. H. Ross, Winchell, Edblom, McKenzie, Hunt, Allumbaugh, Jones, C. A. Ross, Fox, Morgan and Romig.

The plan of the State Society referred by the house of delegates to the local Society regarding contract practice was read by the president, Dr. G. S. Beardsley. The following members discussed the plan: Drs. Hunt, Kent, A. H. Ross, Hurley, Stanard, McKenzie, Bradley and Bartle.

It was moved by Dr. A. H. Ross, seconded by Dr. G. P. Winchell, and unanimously passed to refer the plan to the Council of the Lane County Medical Society and that the Council report back to this Society before the meeting of the State Society.

Meeting adjourned at 1:30 P. M.

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**Plaintiff's Exhibit 1012**

6067 LANE COUNTY MEDICAL SOCIETY

August 19, 1938

A special session of the Lane County Medical Society was called by the President Dr. G. S. Beardsley, for noon at the Osborn Hotel, August 19, 1938.

Minutes of the previous meeting were read and approved.

Doctor Furrer reported on a news item in which a hospital was sued for $75,000.00 for giving a transfusion without previously running a Wassermann.

Doctor Hunt announced the Central Willamette Medical Society meeting to be held September 3, 1938 at Newport.

Doctor Faust moved that our delegates be instructed to ask the Oregon State Medical Society to do something about discontinuing the $5.00 annual registration fee now required. This was seconded. Doctor Barnett moved and

it was seconded that the motion be tabled. Doctor Barnett's motion was lost. Doctor Hunt discussed Doctor Faust's motion. On call of the question it was passed. Doctor Beardsley read the plan for the policy and program for the medical care of low wage industrial groups approved by the Council of the Oregon State Medical Society on August 6, 1938. Doctor Adams moved and it was seconded that the delegates of the Lane County Medical Society be instructed to approve this plan. After considerable discussion it was voted upon and passed. Members present were: Drs. Kuykendall, Gullion, Howard, Zimmerman, Beardsley, Bartle, Gardner, Walker, Scoles, Adams, Winchell, Neal, Bradley, Stanard, Waller, Hurley, Hunt, Kent, A. H. Ross, Dyott, Pollard, Barnett, G. A. Ross, Talbot, Jones, Faust, Phetteplace, Allumbaugh, Stanard, Waller and Furrer.

Meeting adjourned at 1:30 P. M.

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**Plaintiff's Exhibit 1013**

6068 LANE COUNTY MEDICAL SOCIETY

January 1939

The regular meeting of the Lane County Medical Society was held January 20, 1939 at the Men's Dormitory.

Minutes of the previous meeting were read and approved. Report of the Council were given by Dr. Furrer. Discussion of the action of Council in regard to the payment to physicians by unauthorized Hospital Associations. It was motioned by Dr. Phetteplace, seconded by Dr. Bradley and passed that the action of the council re: endorsement of checks be approved.

Dr. Kent gave report for the Council of the State Society.

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**Plaintiff's Exhibit 1014**

6069 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

January 20, 1939

The regular meeting of the Council of the Lane County Medical Society was held Friday, January 20, 1939 at the

Ten Eyck Tead Room. Members present were Drs. Allumbaugh, Beardsley, Bradley, Furrer, Kuykendall, Ross, Phetteplace and Romig.

The minutes of the previous meeting December 16, (regular) were read and approved.

On motion, duly made and seconded, the Sec. was instructed to write to Representatives and Senators endorsing the purchase of land bordering the MacKenzie and place same in National Forest.

The program for physical exams in the schools was discussed.

Dr. Furrer proposed plan for entertainment for the May meeting of the Society which is held annually with the ladies. On motion, duly made and seconded, it was voted to encourage the continued activity of the Ladies Auxiliary, Particulary in view of the possibility of the State Med. meeting being held in Eugene in 1940.

The problem of the medical care of the members of unauthorized Hospital Assoc. was discussed.

On motion duly made and seconded, Dr. Furrer was authorized to write to Dr. Clyde Haley of Portland in regard to charges and the giving out of information to unauthorized Hosp. Assoc. re: Patient under their contract for medical care.

On motion duly made and seconded, it was voted that members of the Society should not cash or endorse checks issued by unauthorized Hosp. Assoc. in payment for medical service rendered to patient under such contracts.

6070 Endorsement was given to the appointment of a secret committee by The President for investigation of refractions of the rules governing the care of patient under contract by unauthorized Hosp. Assoc.

On motion, duly made and seconded, it was voted that no information be goven to patients under contract to unauthorized Hosp. Assoc. re: diagnosis or treatment which could be transmitted to such Association.

Meeting adjourned at 1:30 P. M.

## Plaintiff's Exhibit 1015

6071 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

February 25, 1939

A special meeting of the Council of the Lane County Medical Society was held, the evening of Feb. 25, in Dr. Beardsley's office. Those present were Drs. Allumbaugh, Furrer, Kent, Hunt, Kuykendall, Talbot and Romig.

Discussed with Mr. McCullough re: consolidation of Hospital Assoc. and re: unethical Hosp. in relation to collection of fees and giving out reports.

## Plaintiff's Exhibit 1016

6072 December 15, 1939

The annual business meeting of the Lane County Medical Society was held at the Osborne Hotel December 15, 1939.

The minutes of the previous meeting were read and approved.

The communication from the State Medical Society concerning the care of patients under contract by unethical Hospital Associations was read.

The following resolution passed by the Council was presented to the meeting for approval. "It is hereby declared it shall be the policy of Lane County Medical Society to employ disciplinary measures in the event that any member shall associate himself directly or indirectly with any Hospital Association or agency not approved by the Society because of some activity which is unethical in nature, providing a member may be permitted to render emergency treatment to patient covered by such agency."

On motion duly made, seconded and carried, the above Resolution was accepted by the Society.

The by-laws and the Constitution of the Society were presented for consideration.

On motion duly made, seconded and passed that the following: "He shall collect and transmit to the Oregon State Medical Society the annual dues of members of the Society", shall be stricken from Chapter Five, section four from the by-laws.

On motion duly made, seconded and passed that the constitution as printed and amended be accepted, except that chapter seven, article six shall be referred back to the committee for revision.

On motion duly made, seconded and passed the rules be suspended and the the secretary be instructed to cast an unanimous ballot for the election of the following officers.

| | |
|---|---|
| President-elect | Dr. R. C. Romig |
| Vice-President | Dr. John Kuykendall |
| Sec. and Treas. | Dr. Robin Overstreet |
| Councilors | Dr. A. F. Barnett |
| | Dr. D. C. Standard |

Doctors, Barnett, Gullion, Shepard were appointed as auditing committee.

There being no further business the meeting adjourned.

Honor invoice of $25.00 for secretary-treasurer moved, seconded and passed.

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**Plaintiff's Exhibit 1017**

6073 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

5-17-40

Council Meeting Osburne

• • • • •

Dr. Shuey's letter re resigning as Eagles physician acknowledged.

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**Plaintiff's Exhibit 1018**

6074 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

Special meeting of council of L.C.M.S. held on Aug. 29, 1940 preceding the meeting of the State Medical Society.

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The auxiliary thru its president, Mrs. Hunt was voted $25.00 from the treasury for entertainment and business connected with the meeting of the Ore. State M. S.

It was voted that the Industrial accident commission had

turned over an account for care of a corneal ulcer
6075 operated by Dr. Standard over to the Industrial Hosp.-Assoc. They sent a check to Dr. Stanard. It was moved that this be returned to the Lewis Labr. Co. c the notation that it was not incurred in the service of the Nat'l Hosp. Assoc. Passed.

(The Council approved Dr. Phetteplace notifying government agencies having to do with the Fern Ridgedam medical aid contract that the only agencies authorized by the Ore. State and Lance Co. Med. Societies are the Eugene Hospital and Pacific Christian Hospital Association).

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**Plaintiff's Exhibit 1019**

6076 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

Regular council meeting Oct. 21, 1940 at Ashburn Hotel. All members present except Drs Winchell & Kuykendall, Drs Wol & Bradley acted by proxy.

(It was noted that the medical aid contract for the Cottage Grove Dam is under the National Hospital Association. Several letters were read regarding servicing of contracts of National & Industrial Hos-Assns were read.)

The following were nominated by Dr. Phetteplace for draft examining boards: Springfield; Drs Jones & Walker Eugene; Neal, G A Rays, A H Ross, Hurly, Waller, Morgan.

The question of family coverage by approved
6077 practice groups was brought up by Dr Kent who will be present at state council meeting and will report.

A motion that Dr Kent vote as she see fit was lost & Dr Kent remained powerless & instructed.

Regarding the current difficulty with the personnell of the county physicians office Dr Hunt stated that the council of the state society will back up the recommendation of the I. C. M. S. However a motion for recommendations was never brought to a vote.

**Plaintiff's Exhibit 1020**

6078 LANE COUNTY MEDICAL SOCIETY

5-2-49 NBB

Kent - Neal - Kuk - Al - Rom - Furr - Ross - Beurd - Phet

(List of name read as appearing on approved list of United Hosp Assoc on motion duly made, second & pass All members of the society whose name appeared on the list were to be contacts as to there attitude toward work done for such organizations and to report at next meeting of council. Any member given assignments of and to contact re: above motion)

Nom for 1940 were made as follow.

Pres. Ed. Romig
Vic Pres. 1940— J (Illegible)
Sec-Treas.—Bob Overstreet.
New Const referred to meeting of Society

6079 The regular meeting of the Council of the L C Med S was held Dec at the Del Ray Cafe. The following members were present, Drs. Allumbaugh, Beardsley, Furrer, Hunt, Kent, Kuykendall Neal and Romig.

(A communication from the State Society re: unethical practice was read.)

The report by members who contacted the doctors whose name appeared on lists posted by unethical hospital association follows.

Dr Edblom—*does not desire to work* for unethical hosp. associations and if a concentrated and united effort on the part of the society to curb such practice he will be will to cooperate. Holds patient responsible for bill

6080 *Howard*—willing to request that his name be removed. Willing to cooperate if all do.

*Guldayer*—is doing only emergency work. Now has suit pending to collect a bill from a patient covered by Industrial Hosp. Association.

*Dale*—Discussed former relationships with National Hospital Association. Criticized present method of handling the problem. Makes patient assume responsibility for bill and would continue this practice

*Esther*—Refused to operate on patient referred to him by Dr Ross. Wishes to do emergency work on old patients

Dr G. A. Ross not contacted

Dr Morgan—states he did not know that his name was on list Discussed old association c Nat. Hosp. Feels
6081 that all should refuse to do the work. Believes present method a mere subterfuge (sp?) Has done very little work.

Dr Witherbee—no knowledge of name on list. Willing to have it taken off. Not anxious to do work. Charges regular price.

Dr Sullivan—no knowledge of name being on list. Has done work at regular fee except certain operative work.

Discuss of future methods of handling situation. On motion duly made seconded and passed, that no member of the society shall knowingly treat any patient covered under contract by an unapproved Hosp. Assoc. except in case of acute emergency regardless of whether
6082 he pays the bill as a private patient. In was decided to contact state office re: the above motion and to adjourn until 6 P. M.)

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**Plaintiff's Exhibit 1022**

6083 January 15, 1943

The regular monthly meeting was held at the Hotel Osburn. Dinner was held at 6:30. A brief business meeting was held. There was considerable discussion concerning various problems of contract practice which culminated in a motion by Dr. Sheperd and Romig that a committee be appointed to study and report on various aspects of contract medicine. Dr. Kent gave a brief report from the State Society covering chiefly the following points:

1. The shrinkage of State funds has been offset to some extent by payments by the Oregon Physicians Service and the Multnomah Physicians Service Organizations.
2. The acute shortage of physicians at present is manifest most in Josephine County.
3. In Josephine County the osteopaths are making a determined effort to be admitted to practice in the

county hospital. Ways to meet this problem are under consideration.

4. A call has been issued to women physicians in the state not now in active practice to return to active if limited or special practice.

The president announced the following committee appointments:

*Public Educ. & Hospitals*

Phetteplace, Chm
Donahue
Jones

*Public Relations*

Beardsley
McKenzie
Shepard, Chm

*Child and Maternal Health*

Talbot
Kent
Phetteplace

*Legislative*

Fox
Hunt
Waller

*Industrial Affairs*

Ross, G. A.
Stewart
Hurley

*Medical Ethics*

Barnett
Neal
Allumbaugh

*Scientific Board*

Miller
Ross, A. H.
Beardsley

*School Health*

Lindgren
Hayes
Tingle

*Library*

Wetherbee
McKenzie
Lamb

*Program*

Miller, Chm
Hunt
Furrer

Fred N. Miller, Secy

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**Plaintiff's Exhibit 1023**

6084 March 11, 1943

Business Meeting Council of
Osburn Hotel Lane County Medical Society

Present: Drs. Overstreet, Thompsen, Kent, Shepherd, Barnett, Jones, and Miller.

No business was transacted except that Dr. Overstreet reported that Dr. Lindgren requested that specific cases of school nurses prescribing be reported to his committee.

Fred N. Miller, M. D.

April 16, 1943

Present: Drs. Neal, Barnett, Hurley, Kent, Overstreet, Thompsen, and Miller.

Dr. Kent reported on the State Industrial Accident Commission fee committee meeting. Also reported the need for additional doctors in military service and stated that Lane County would be called upon to furnish more doctors.

Dr. Lindgren was removed from the Office of Public Education Committee because he would be out of town for an extended period.

A letter from Dr. Furrer, Secretary of the Governing Board of the Saered Heart Hospital was read in which it was requested that the Council express a policy concerning the hospitalization of contract patients covered both by the Eugene Hospital Clinic contracts and Pacif Hospital Association over difficulty experienced in the payment of hospital bills when patients are inadvertently admitted to the wrong hospital. On motion of Dr. Thompsen and Shepherd it was decided that this matter could be worked out without any council action.

6085

Fred N. Miller, M. D.

July 7, 1943

Business Meeting
Osburn Hotel

Council of
Lane County Medical Society

The president of the Society reported that the county physician has resigned and is about to enter private practice. The county does not have another physician to take his place at the present time, and therefore the question of medical service for county patients is to be considered by the members of the medical profession in private practice. After considerable discussion it was unanimously agreed to make the following recommendation: that the work of taking care of county patients be done on a private fee basis; that all cases be referred from the Lane County Public Welfare Commission to the physician of the patient's choice; that each case be handled after being referred in a manner similar to the physician's method of taking care

of his private practice; and that all bills for medical service be authorized after joint consideration by the office of the Welfare Commission and a committee of the Lane County Medical Society.

Fred N. Miller, M. D.

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**Plaintiff's Exhibit 1024**

6086 August 5, 1943

Business Meeting Council of
Osburn Hotel Lane County Medical Society

Present: Drs. Kent, Jones, Neal, Barnett, Hurley, Morgan, Shepherd, and Miller.

There was presented a complaint of Dr. Walker concerning insurance examinations to the effect that some doctors were doing these examinations at fees set by the company which was in some instances lower than those agreed upon by our members. No action was taken.

Fred N. Miller, M. D.

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**Plaintiff's Exhibit 1025**

6087 November 19, 1943

Business Meeting Council of
Osburn Hotel Lane County Medical Society

Present: Drs. Overstreet, Kent, Neal, Thompsen, Shepherd, Hurley, Morgan, and Miller.

There was considerable discussion concerning laboratory x-ray or other specialized medical service for cults and it was agreed that such practice is entirely opposed to the Code of Medical Ethics.

Fred N. Miller, M. D.

December 17, 1943

Present: Drs. Overstreet, Shepherd, Neal, Hurley, Thompsen, Barnett, Phetteplace, and Miller.

A reply from Dr. West was read which sustained our previously expressed opposition to any consultation with any members of the cults.

The following officers were nominated:

President-Elect.—Dr. W. T. Pollard
Vice President—Dr. James Stewart
Secretary-Treas.—Dr. Emerson Abbott
Councilmen—Dr. G. S. Beardsley
Dr. Fred N. Miller

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**Plaintiff's Exhibit 1026**

6088 At a special meeting of the Lane County Medical Society held , the following motions were made and seconded by the Society to be incorporated into the regular meetings of the Lane County Medical Society. These are as follows:

1. (Motion made by Dr. A. H. Ross, and seconded by Dr. G. S. Morgan) That the Lane County Medical Society go on record as approving the request to the Surgeon General of the Navy for the return of Dr. Romig.

2. (Motion made by Dr. H. R. Allumbaugh, and seconded by Dr. C. D. Thompson) That the Lane County Medical Society is displeased with the opinion that specialists render reports to doctors working with commercial hospital associations.

The new committee appointments were made by the president of the Lane County Medical Society. These are as follows:

*Scientific Work*

Dr. T. A. McKenzie
Dr. F. N. Miller
Dr. A. H. Ross

*Public Relations & Education*

Dr. L. S. Kent
Dr. Melville Jones
Dr. Marian Hayes

*Medical Defense*

Dr. H. E. Scoles
Dr. H. C. Talbot
Dr. C. E. Hunt

*Program*

Dr. J. D. Stewart
Dr. R. M. Overstreet
Dr. L. S. Kent

*School Health*

Dr. C. R. Lindgren
Dr. Margaret Tingle
Dr. R. M. Overstreet

*Medical Education & Hospital*

Dr. C. H. Phetteplace
Dr. C. D. Donahue
Dr. A. B. Peacock

*Medical Ethics*

Dr. W. B. Neal
Dr. A. F. Barnett
Dr. E. D. Furrer,

*State Industrial Affairs*

Dr. G. I. Hurley
Dr. C. D. Thompson
Dr. H. E. Lamb

*Legislative*

Dr. I. R. Fox
Dr. C. E. Hunt
Dr. Orville Waller

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**Plaintiff's Exhibit 1027**

6089 Council Meeting, Jan. 26/45

Osburn Hotel

Present Dr. Jones
Kent
Miller
Pollard
Abbott

(1) More discussion on request by Aux. Red Cross as to the rate being on the basis of Welfare Commission.

(2) Council of the State Society advised that the Oregon Drs. accept the Telephone employees be accepted as private pts.

(Signed) E. ABBOTT

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**Plaintiff's Exhibit 1028**

6090 3-20-46

LANE COUNTY AND CENTRAL WILLAMETTE MEETING

Eugene Hotel

Dr. Stewart discussed meeting of National Infantile Paralysis meeting here in June.

Introduction of returned veterans and new members of both societies. They were White, Moore, Wooliever, Rankin, Anderson, Larson, Christenson, Hoffman, Romig, Varney, Lloyd, Stanard, and Hemphill.

Dr. Whitlaw, Pres. Cent. Willamette Soc. took over

Dr. Ball read minutes of last meeting.

Dr. Whitlaw introduced Dr. Henning and Dr. Spalding.

Dr. Spaulding introduced Dr. Carey, Veteran Administrator from Portland.

Dr. Henning spoke on "Medical Care of Veterans in California."

Dr. Spalding spoke on "Veterans care plan in Oregon with O.P.S."

Dr. Carey spoke on "Medical Care from Veterans' Administration Standpoint."

Discussion by members followed.

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COUNCIL MEETING 3-29-46

Letter to be sent to Larimer County Medical Society transferring membership of Dr. Stewart and Dr. Anderson.

Members present: Howard, Kuykendall, Thompson, Stewart, Gardner, and Chapman.

Instruct delegate and alternate to State meeting to use own judgment in voting for Speaker of the House.

O.P.S. and State Med. Society—voted to separate the two financially.

**Plaintiff's Exhibit 1029**

6091 Council Meeting Con't. 3-29-46

$7.50 for Life Insurance Examination proposed.
Decided to discontinue Service Bulletin Vote for News Letter.

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COUNCIL MEETING 4-26-46

Members Present: Stewart
Thompson
Howard
Chapman
Gardner
Kent
Kuykendall

Bill of Dr. Mayan to Ore. State for $10.00 okayed.

Dr. Richmond's application for membership presented and accepted as was that of Dr. Harris of Westfir.

Dr. Dunn, Vice-President, leaving for 4-5 months.

Council rec'ds Soc. elect to fulfill Stewart's term. Dr. Kuykendall elected to be acting President.

Physical education wrote AMA and said Ore. doctors refused to cooperate. Council recommends Society instigate cooperative plan in this county.

Committee on public health appointed which consisted of: Dr. Kent—Chairman
Dr. Jones
Marion Hayes Miller
Overstreet
Lundy

Infantile Paralysis meeting June 28, 1946. Lane Co. to invite surrounding county doctors to attend.
Plans started for Dinner Dance May 24, 1946 at Eugene Hotel.

**Plaintiff's Exhibit 1030**

6092

5-17-46

COUNCIL MEETING

Osborne Hotel

Members present: Howard
Lamb
Gardner
Kent
Thompson
Pollard
Kuykendall

Application of Dr. R. P. Christenson read and approved.

Fee schedule discussed and referred to general meeting for discussion.

Dr. Kent read letter which invites various members for Public Health—voted to pay for guests.

Fee schedule on insurance to $7.50 was moved, seconded and carried to wait for definite instructions from State Medical Society before any local action.

Motion to buy Dr. Stewart a farewell gift was seconded and carried. Amount designated—$10.00.

6-7-46

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COUNCIL MEETING

Osborne Hotel

Members present: Pollard
Lamb
Kent
Gardner
Marr
Thompson
Kuykendall

Dr. Marr discussed a new health law in regard to the Eugene schools.

## Plaintiff's Exhibit 1031

6093 10-25-46

Council met 12.15 Osborne—
Kent, Pollard, Kuykendall, Gardner—

1. Applications for membership of Drs. Trialo, Stites, & Martini read & approved.

* * * * *

4. Council referred matter of Fee schedule (published or set) to Society for action.

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## Plaintiff's Exhibit 1032

10/12/48

6094 The Lane County Medical Society met Tuesday evening, October 12, 1948 at the Eugene Hotel. Dr. Gardner called the meeting to order and in the absence of Dr. Hoffman, secretary, read the minutes of the previous council meeting. They were approved as read. Minutes of the last meeting were not available.

It was moved by Dr. Allumbaugh that Dr. McKenzie be appointed to the City Board of Health in Dr. Fox's place. This motion was seconded and unanimously approved.

The applications of Dr. Duncan Marsh, Dr. L. D. Leslie, and Dr. Schaeffer of Cottage Grove were read and accepted after the usual period of residency had elapsed.

Dr. McKenzie reported on the activities of the state medical meeting at Medford and Drs. Kent and Chapman supplemented additional information. Dr. Chapman stressed particularly the necessity of submitting a member from this society for consideration to fill Dr. Fox's place on the State Board of Medical Examiners.

The question of sponsering the state meeting in Eugene next year was brought up, and the majority of the members agreed that since the state president is a member of the Lane County Medical Society arrangements should be made to have it here. A motion was then made, seconded, and passed that we extend an invitation to the State Society to hold their annual meeting here next year.

The matter of nursing care in the hospitals was mentioned, and since it is a community need the society decided to deal with the situation through the Nurses' Association. It was left up to the Council to investigate and see what can

be done to alleviate the shortage of nurses especially during the hours from 3:00 to 11:00 P.M.

The subject of restraint of trade was brought up, and the ammendment as suggested by the Council was unanimously accepted.

The president adjourned the meeting at 8:30 P.M.

Respectfully submitted,

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6095 APPROVED BY THE COUNCIL 10-11-48

PASSED BY THE SOCIETY 10-12-48

Whereas there seems to have been some misunderstanding by members of the Lane County Medical Society as to what that Society's policy is in regard toward Hospital Associations; whereas the members of the Lane County Medical Society have not refused care to any patients because they were members of any particular hospital association; and whereas each member of the Society has individually charged and collected fees for such care as he sees fit, whether by sending the bill to the Hospital Association of the patient or by asking the patient to pay the bill, sending the receipt of such bill to their Hospital Association, the council of the Lane County Medical Society has prepared the following motion:

Not withstanding any previous policy, opinion or motion, we move that the Society leave to each individual member the amount of his fee, and the manner of billing and collecting it for each patient, regardless of whether he is dealing directly with the doctor or is a member of a Hospital Association. The Society believes that the cause of good medical care is best encouraged by Hospital Associations that are managed by physicians, and especially by those physicians who are going to provide that medical care.

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**Plaintiff's Exhibit 1033**

6096 OREGON PHYSICIANS' SERVICE

Meeting of Supervisory Committee

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Salem, Oregon, November 23, 1943

The meeting was called to order by the Chairman, Dr. D. R. Ross. Members present were as follows: Drs. D. R.

Ross, L. O. Clement, Burton A. Myers, W. B. Mott, J. H. Garnjobst and Hugh A. Dowd.

Minutes of the preceding meeting of October 21, 1943 were read and approved as read.

* * * * *

It was announced that Dr. H. E. Gilbert, presently a practicing physician in the First National Bank Building, has applied for membership in Oregon Physicians' Service. It was agreed that no action shall be taken upon this application until Dr. Gilbert has become an active member of the Polk-Marion Medical Society.

It was agreed that the new O.P.S. fee schedule should be used for the payment of fees for services rendered to students suffering athletic injuries at the Salem High School.

6097 This question arose because of the previously used P. & S. schedule in the payment of physicians on the experience rating contract in effect with the Salem High School. The management was instructed to inform the athletic director of the High School of this action.

After discussion a motion was carried that all bills listed on the operating statement of November 1, 1943 shall be ordered paid at 100% of the O.P.S. state-wide fee schedule on non-occupational cases and at the regular SIAC rates for occupational cases.

The meeting adjourned in due form.

(Signed) Burton A. Myers
Secretary

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**Plaintiff's Exhibit 1034**

6098 OREGON PHYSICIANS' SERVICE

Special Meeting of Cooperating Physicians

Salem, Oregon, June 18, 1946

The meeting was called to order at 6:00 P.M. at the Golden Pheasant by the President, Dr. D. R. Ross.

Cooperating physicians present were as follows: Drs. B. A. Myers, C. A. Downs, Wm. B. Mott, H. A. Dowd, T. H. Dunham, C. S. Campbell, R. C. Wilson, C. D. Wood, J. L. Sears, F. K. Power, Lucille Fortner, E. S. Fortner, Vern W. Miller, A. T. King, H. E. Gilbert, H. A. Gueffroy, Ray M. Waltz, Mary B. Purvine, G. A. Niles, R. L. Edwards, J. Ray Pemberton, J. M. Ramage, C. W. Emmons, E. E. Getz-

laff, S. M. Lancefield, W. W. Baum, R. E. Purvine, A. A. Fisher, W. N. Thompson, H. O. Schneider, J. H. Garnjobst, M. C. Findley, Robert F. Wulf, and D. R. Ross.

Special minutes of the special meeting of voting trustees of Physicians & Surgeons Hospital Association held on January 15, 1943 were read and were approved as read, and at the same time minutes of the meeting of Board of Directors of Physicians & Surgeons Hospital Association held January 21, 1943 were read and approved as read.

By a call of the President for new business a motion was made and carried for the election of a Supervisory Committee taking office from this time forward for the ensuing year. By written ballot the following were elected to hold office during this period: Dr. Wells Baum, Dr. Kenneth Power, Dr. Chas. Campbell, Dr. Terrance King, Dr. Hugh Dowd, Dr. Burton Myers, and Dr. J. H. Garnjobst.

Upon the completion of the election a report was made by Mr. Marshall on the finances of Oregon Physicians' Service Central Pool during the last six months of 1945. At the same time Mr. Marshall reviewed and discussed the proposal of consolidation of the Central Pool with the Statewide Pool. After considerable discussion from the floor a motion was made and carried to continue the Central Pool separately from the State Pool.

The next business for consideration was, after a review by Mr. Marshall, the problem of whether or not Oregon Physicians' Service should offer in Marion County the family coverage program. Upon motion by Dr. Baum, and carried, the business office was authorized to provide this coverage in Marion and Polk County designating the plan acceptable as being the Surgical and Hospital plan.

The usual fee of $5.00 per cooperating physician in attendance was paid.

Upon call from the President for consideration of unfinished business or additional new business no additional business was presented.

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**Plaintiff's Exhibit 1035**

6099 OREGON PHYSICIANS' SERVICE

Meeting of Supervisory Committee

March 30, 1948 - At the Golden Pheasant—Salem, Oregon

In order to fill the vacancies of chairman, vice-chairman and secretary it was necessary for the appointment of a

temporary chairman, which was done, and the following members of the committee were duly elected to service respectively of the Supervisory Committee for the ensuing year: Dr. J. H.Garnjobst, President; Dr. H. A. Dowd, Vice-President; and Dr. M. K. Crothers, Secretary.

Following the election the meeting was called to order by the President, Dr. J. H. Garnjobst. Members of the committee present were as follows:

Dr. Garnjobst, Dr. H. A. Dowd, Dr. A. T. King, Dr. M. K. Crothers, Dr. B. A. Myers and Dr. J. M. Ramage.

The first business to come before the meeting was the reading of the minutes of the previous meeting of March 9, 1948, which were read and approved as read.

The current hospital report was rendered as follows:

* * * * *

6100 * * * * *

The first new business to come before the meeting was a number of cases for which Dr. Chas. Campbell had billed our Association as a difficult diagnostic problem, carrying a fee of $15.00, including a written report. The reports were read to the committee and it was their opinion that they were entirely too brief and did not give the desired information. Management was instructed to inform Dr. Campbell that according to the procedure in such cases a complete report must be given together with its findings. Management was also instructed to inform Dr. Campbell that the reports must be completed and forwarded to our office or he would necessarily have to accept the usual head to toe examination fee, or $7.50.

The case of *Mrs. Cecelia Feilen,* employe of the Oregon Pulp & Paper Company, was presented to the Committee for the purpose of discussing the advisability and circumstances wherein she received surgery on November 10, 1947 involving a cystocele and rectocele. The circumstances are, according to the information of our business office, that she was informed by the attending doctors (Dr. G. A. Niles and Dr. A. T. King) that Oregon Physicians' Service would be responsible for this surgery. It was the opinion of the Committee that this condition was one excluded from liability of the contract and considering the circumstances involved the Association should continue to reject the liability of this medical and hospital care on the basis that the contract does not provide services for conditions which are directly the result of the bearing of children.

The case of *Mrs. Thomas Pfund*, an employe of the Chehalem Valley Mills, involving a diagnosis of post-mortem anxiety tension state was presented. This case was rejected by the committee on the basis of no responsibility for the result of the bearing of children.

The case of *Mr. Fred Nichols*, which involved a diagnostic problem for a condition of possible malignancy c.a. of the lower lip was presented. The history of the case was presented due to the fact that this condition was a liability of our Association in 1945 involving an epithelioma of the lower lip. It was the opinion of the committee that a biopsy should be made and if found to be a new condition, even though with the thought of the old condition of 1945 in mind, it should be the responsibility of our Association. But if it is a continuation of the condition for which service was rendered in 1945 in all probability O.P.S. has gone beyond the limit of their liability—however, management was instructed to present this case for reconsideration at the next Supervisory Committee meeting. In the meantime a determination of diagnosis by biopsy will have been made.

6101 With no further specific business to come before the meeting a general discussion was held in respect to some of the fees established in our new fee schedule which has been in effect since February 1, 1948. It was the opinion of the committee that our fee for the removal of a wart is entirely out of line; also that the fee for the lancing and drainage of a pilonidal cyst is entirely too much. The committee was told by management that their impressions of these various fees from time to time would be referred to our Board of Directors for consideration of correction.

With no further busines coming before the meeting, same was adjourned in due form.

M. K. Crothers
Secretary

**Plaintiff's Exhibit 1036**

6102

# CONSTITUTION

AND

# BY-LAWS

OF THE

# POLK-YAMHILL-MARION MEDICAL SOCIETY

1930

* * * * *

6103

## ARTICLE II

The object of this Society shall be:

5. The promotion of unity and harmony among its members by the effort to aid in carrying out the grand purposes of the American Medical Association, and more specifically through co-operation with the purposes of the State Medical Society.

6106

## BY-LAWS

## ARTICLE 1

### Membership

* * * * *

Sec. 5. A member in good standing who is free from all indebtedness to this Society, and against whom no charges are pending, wishing to withdraw, shall be granted a transfer card. This card shall state the date the member associated himself with this Society, the date of issuance of the card, that the member is free from all indebtedness to the Society and in good standing and shall be signed by the President and Secretary-Treasurer.

* * * * *

6107

* * * * *

## ARTICLE II

### Charges and Punishment

Section 1. The Society reserves the right to punish any member, by reprimand, suspension or expulsion, for violation of its regulations or its code of ethics. Charges against a member must be made in writing and be delivered

to the Secretary who shall immediately furnish a copy to the accused and to the President of the Society. The Executive Committee shall investigate the charges on their merits but no action shall be taken by the Committee within fourteen days of the presentation of the charges nor before giving the defendant ample opportunity to be heard before the Committee. The Executive Committee shall report to the Society (1) that the charges are not sustained; or (2) that the charges are sustained and that the Committee recommends that the accused be (a) censured; (b) suspended for a definite time; (c) expelled. Censure or suspension shall require a two-thirds vote of the members present and voting; expulsion shall require a three-fourths vote of the members present and voting.

Sec. 2. A member suspended for a definite time shall be reinstated at the expiration of that time.

Sec. 3. Members expelled from this Society for any cause shall be eligible for membership after one year from date of expulsion and on the same terms and in like manner as original applicants.

* * * * *

6108 * * * * *

## ARTICLE V

### Dues

Section 1. The admission fee which must accompany the application shall be $5.00, and shall include the
6109 annual dues for the remainder of that fiscal year. The admission fee shall be returned if the applicant is not accepted.

Sec. 2. The annual dues shall be $5.00, and shall be payable yearly in advance on January 1st of each year. If any member be twelve months in arrears, he shall be notified of the same by the Secretary-Treasurer and if his liabilities be not discharged within one month the Secretary-Treasurer shall read his name in open Society, and he shall thereby be suspended until reinstated by the Society after payment of all arrearages, and if the same be not paid within six months of his suspension, he shall cease to be a member of the Society.

Sec. 3. The fiscal year for this Society shall be from January to December, inclusive.

* * * * *

## ARTICLE VII

### Order of Business

1. Calling the meeting to order.
2. Reading the minutes of the preceding meeting.
3. Exhibition of pathological specimens.
4. Cases in practice related by members.
5. Reading and discussion of papers,
6. Proposals for membership.
7. Election of members.
8. Report of committees.
9. Miscellaneous business.
10. Announcement for program for next meeting.

## ARTICLE VIII

### Suspension of Order of Business

Any article of the Order of Business may be suspended at any regular meeting by a three-fourths vote of those present, for the meeting only.

6110 ## ARTICLE IX

### Rules of Order

The deliberations of this Society shall be governed by parliamentary usage as contained in Roberts' Rules of Order, unless otherwise determined by vote.

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(There was a minor amendment in 1939 not pertinent to the above parts of the Constitution.)

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## Plaintiff's Exhibit 1037

### Dec 12—1939

6111 The regular monthly dinner meeting of the Polk-Yamhill-Marion Medical Society was held on Dec. 12th, at 7:00 P. M. at the Golden Pheasant. The minutes of the November meeting were read and approved. Meeting was then turned over to Dr. Frank Lynch, who spoke on "Retroversion and Prolapse of the Uterus, "Cystocele

and Rectocele". Methods of repair were demonstrated by means of lantern slides. General discussion followed.

Dr. Emmons moved a standing vote of thanks for Dr. Lynch.

Business meeting followed.

Applications for membership of Dr. L. Kimball Page and Dr. Robert M. Coffey were read and referred to the councilors.

Dr. Mathis moved that the Society entertain the Auxiliary on the next meeting night. Motion seconded and passed. Dr. Findley appointed Dr. Chas. Campbell, Dr. Chas. Wood, and Dr. H. H. Barlow in charge of entertainment. A communication from the State Society on "Recommended Policies and Procedures for providing Medical care to low wage industrial groups" was presented by the Secretary and commented upon by Dr. Powers. Also a second communication from the State Society was read regarding unethical practises of a number of physicians in various parts of the state in connection with unapproved plans of prepaid medical care. Dr. Gueffroy moved that the President appoint a nominating committee to report from the floor at the next meeting. Motion seconded and carried. Dr. Findley appointed Dr. W. S. Morse, Dr. C. A. Downs and Dr. Ray Waltz on the nominating committee.

Meeting adjourned.

Burton A. Myers, Sec.

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**Plaintiff's Exhibit 1038**

6112 POLK-YAMHILL-MARION MEDICAL SOCIETY

Salem, Oregon

May 13, 1941

The regular meeting of the Marion Polk medical society was called to order by the president Dr. Willard Thompson. Minutes of the April meeting were read and approved.

Dr. Baum discussed the Farm Security administrations outline of medical care for those farmers who have government loans. He pointed out that the plan did not seem a sound one for the reason that there would not be enough money to go around and then the probable outcome would be that the physician would be receiving a very meager or probably no fee at all for their services. The other objection was that the plan was a lay owned organization

and supported as such, supposedly. He also pointed out that according to the setup that anyone might come under this plan. The backers of the plan wished an opinion on the same from the component societies. It was moved and seconded that this society go on record as rejecting the proposed plan of the Farm Security Administration.

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**Plaintiff's Exhibit 1039**

6113 POLK-YAMHILL-MARION MEDICAL SOCIETY

Salem, Oregon

May 13, 1941

Mr. William Galesdorf started the discussion of the Mutual Benefit Society the object of the same being to assist and protect the low-wage earner. There seems to have been some misconception of the amount that this group will pay and possibly a little stretching from the point of the salesman selling the insurance. It was pointed out that the patient is responsible for the medical fee and that the insurance only pays for a portion of this fee however this would be a great help to the patient. There also seemed to be some ambiguous terms in the circular. It was suggested that a committee be appointed by the president that these men be those that are on the and serving on the board of control at this time to make a further examination of this condition as to the salary group this is to include and the fees that will be allowed from this group.

Meeting adjourned.

Respectfully submitted

C. A. Fratzke, M. D. Sec.Tres.

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**Plaintiff's Exhibit 1040**

6114 POLK-YAMHILL-MARION MEDICAL SOCIETY

Salem, Oregon

October 14, 1941

Golden Pheasant 6:30

Meeting alled to order by president Dr. W. Thompson Dr. Scott Goodnight discussed urinary infections in childhood, followed by a discussion by Dr. Backstrand.

The activities and policies of the Oregon State Medical Society were discussed by Drs. Baum and Garnjobst.

A short discussion of medical preparedness was presented by Dr. R. Purvine.

Respectfully submitted

(Signed) C. A. FRATZKE, Sec. Tres.

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**Plaintiff's Exhibit 1041**

6115 DECEMBER MEETING
MARION-POLK MEDICAL SOCIETY

* * * * *

The Society voted to invite the Oregon Physicians Service to enter Marion-Polk for the purpose of writing medical aid contracts. It was decided to submit this action to the various members of this Society for their written and final action in this matter.

The meeting was then adjourned.

(Signed) STUART M. LANCEFIELD, Sec.-Treas.

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**Plaintiff's Exhibit 1042**

6116 MARION-POLK COUNTY
MEDICAL SOCIETY

December Meeting

The regular meeting of the Marion-Polk County Medical Society was held at the Golden Pheasant Restaurant on Dec. 11, 1945 at 6:30 P. M. The program consisted of extensive discussion concerning the threat of socialized medicine, plans for increasing the coverage of the O. P. S.; the care of veterans in the Veterans Adminstration and the aid which returning physicians should receive in reestablishing their practice. Dr. Spading, president of the state society, Dr. Brennan, Dr. Leitch and Dr. Garnjobst led the discussion. These men also urged that the Society support the National Physicians Committee.

The application of Dr. Louis Clark was referred to the counselors.

The nominating committee made the following recommendations for officers for 1946:

President—A. T. King
President-elect—K. Powers
Sec't. and Treas.—C. Miles

As there was no further business to come before the Society the meeting was then adjourned.

(Signed) W. L. LIDBECK M. D.

W. L. Lidbeck M. D. Sec't and Treas.
Marion Polk Co. Society

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**Plaintiff's Exhibit 1043**

6117 MARION-POLK MEDICAL
MEDICAL SOCIETY

Salem, Oregon

May 13, 1947

The Marion Polk Medical Society met on this date at the Golden Pheasant. Dr. F. K. Power, president, presided.

The minutes of the meeting held on April, 6, 1947, were read and approved.

The applications for active membership of Richard H. Upjohn, Salem, and Douglas Q. Thompson, Fairview Home, Salem, received the first reading.

Dr. Willard Stone, Public Health Officer, reported that the request of this society for county funds to cover autopsies on bodies not seen by physicians prior to death was being considered by the County Court, and that such a fund would be included in the Budget.

At the request of the President, the society extended an invitation to Miss Lenore Headley, Director of Health Education for Marion County, to speak at the next meeting.

Dr. Thad Moreland, Independance, whose application was approved by the Counselors, was unanimously elected to become an active member of the society.

By motion duly made and carried the society voted that the policy be continued of using the telephone exchange for securing emergency service; that the doctors respond if possible to such requests for service.

The president reported the activities of the state medical society at the midyear meeting of the House of Delegates, held April 12th in Portland.

The secretary reported on the meeting of the officers and members of the program committee of this society

with the Memorial Hospital Foundation, Inc. She presented the following resolution of policy: "Moved that this society recommend to the Memorial Hospital Foundation that it assist the hospitals now existing in their effort to increase the bed capacity of this area; and that it do not further a movement to establish a third institution." The motion was duly seconded and carried, and the Secretary was instructed to so report to Mr. Land, president of the foundation.

The scientific program was then presented. Dr. Lewis Jordan, Otolaryngologist, of Portland, discussed "Diagnosis of the acute ear and its complications." Dr. W. N. Thompson led the discussion which followed.

The society then turned its attention to four recommendations of the Board of Directors of the Oregon Physicians Service adopted by the House of Delegates at its midyear meeting held April 12, 1947. Mr. Willard Marshall was presented and discussed these measures.

1. Small Industrial Group, employee and family coverage. This plan carried in this society with a proposal of salary limitation of $2,000.00 for single members and $3,000.00 for married groups.

2. Rural family coverage. This carried with no salary limitation.

3. The proposed plan to cover individuals with medical and hospital coverage was not approved.

4. The offer of contract to individuals for surgical and hospital coverage was not approved.

There being no further business, the meeting adjourned.

(Signed) Gussie A. Niles
Sec.-Treas.

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**Plaintiff's Exhibit 1044**

* * * * * *

6118 Dr. W. W. Baum announced that the Medical-Dental Credit Bureau is planning to conduct an elaborate series of talks for the benefit of doctors' secretaries on subjects such as collections, technique of using the telephone, and allied subjects. Dr. Baum also announced that sometime during April there will be a discussion of prepaid medicine on the program "Town Hall of the Air" over KOCO, after which there will be a question and an-

swer session locally. Dr. Baum believes that the local society should participate. Dr. Baum further mentioned the importance of Dr. Sheron's Washington, D. C. News Service, called "American Medicine in the Political Scene." Donations have been made by the Oregon State Medical Society and by Oregon Physicians Service."

• • • • •

(At this March 9, 1948 meeting of the Marion-Polk Medical Society, Dr. E. B. Bossatti was present.)

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**Plaintiff's Exhibit 1045**

6120 WASHINGTON COUNTY MEDICAL SOCIETY

Hillsboro, Oregon

March 18, 1941

Fairway Market
Hillsboro, Oregon

Gentlemen:

The Washington County Medical Society is glad to announce that it is now in a position to write Medical and Hospital Contracts with companies and their employees doing business in this community.

We have felt for a long time that there should be a better understanding between the medical profession of this county and the companies and their employees that wish to contract for prepaid medical services. Careful consideration has forced us to the conclusion that we doctors of Washington County must work out our own local problems without the adverse outside influences that limit and obstruct the medical services we are permitted to render under the existing contracts.

We request the privilege of an early interview with the companies and their employees or other groups that desire prepaid medical services, the opportunity to express our viewpoints and to present our proposed Medical Service Contract.

Will you please address your reply to The Washington County Medical Society, Dr. A. O. Pitman, President, Hillsboro, Oregon. If you wish you may talk to Dr. Pittman

or Dr. Robb of Hillsboro or with Dr. Waltz of Forest Grove, Oregon

Yours very truly,

(Signed) F. J. Kabeiseman, M. D.
Dr. F. J. Kabeiseman, Secretary
WASHINGTON COUNTY MEDICAL SOCIETY
Hillsboro, Oregon

We are pleased to hear that you are now in a position to handle industrial medical and hospital contracts. If your rates and conditions are as satisfactory as the contract we now carry, and if the majority of our employees are agreeable, we will be glad to sign with you as soon as our present contract expires.

Fairway Market
(Signed) John D.Vickers

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**Plaintiff's Exhibit 1046**

6121 March 20, 1941

*COPY*

Deep River Logging Co.
Yeon Bldg.
Portland, Oregon

Gentlemen:

The Washington County Medical Society is glad to announce that it is now in a position to write Medical and Hospital contracts with companies and their employees doing business in this community.

We have felt for a long time that there should be a better understanding between the medical profession of this county and the companies and their employees that wish to contract for prepaid medical services. Careful consideration has forced us to the conclusion that we doctors of Washington County must work out our own local problems without the adverse outside influences that limit and obstruct the medical services we are permitted to render under the existing contracts.

We request the privilege of an early interview with the companies and their employees or other groups that desire prepaid medical services, the opportunity to express our

viewpoints and to present our proposed medical service contract.

Will you please send your reply to The Washington County Medical Society A. O. Pitman, M. D. President, Hillsboro, Oregon. If you wish you may talk to Dr. Pitman or Dr. Robb of Hillsboro or to Dr. Waltz of Forest Grove, Oregon.

Yours very truly,

F. J. Kabeiseman, M. D. Secretary
The Washington County Medical Society
Hillsboro, Oregon

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**Plaintiff's Exhibit 1047**

6122 OREGON-AMERICAN LUMBER CORPORATION

(Emblem)

VERNONIA, OREGON

March 22, 1941

Washington County Medical Society
Mr. A. O. Pitman, M. D., President
Hillsboro, Oregon

Dear Sir:

Answering your letter of March 21, we have in effect a quite satisfactory contract covering medical attentio for our employees and would not be interested in negoti ting with you for a contract at this time.

Yours truly,

OREGON AMERICAN LUMBER CORPORATION

By (Signed) JUDD GREEMAN
Judd Greeman,
Vice-President

JG:B

## Plaintiff's Exhibit 1048

6123

STIMSON LUMBER COMPANY
LOGGERS & LUMBER MANUFACTURERS
Old Growth Yellow Fir
FOREST GROVE, OREGON

March 24, 1941

Washington County Medical Society
Hillsboro
Oregon

Attention of F. J. Kabeiseman, M. D.
Secretary

Gentlemen:

We received your letter of March 20 announcing the existence of the Washington County Medical Society.

At the present time we have a contract with the National Hospital Association which does not expire until November. Some time before the expiration date of the present contract, we should be glad to go over the contract for medical aid with you at our mutual convenience.

Yours very truly,

(Signed) HAROLD A. MILLER
Harold A. Miller
General Manager

HAM/al

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## Plaintiff's Exhibit 1049

6124

RAY-MALING CO., INC.
*Packers of*
BERRIES, FRUITS and VEGETABLES
CODES: ARMSBY CALPACK
GENERAL OFFICES
HILLSBORO, OREGON

March 26, 1941

Dr. F. J. Kabeiseman, Secretary
Washington County Medical Society
Hillsboro, Oregon

Dear Dr. Kabeiseman:

This will acknowledge your letter of March 19 announcing that your Society is now in a position to write medical and hospital contracts in this community.

Since our Company does not operate plants in Washington County we presume that you would not be interested in an interview regarding this matter.

Yours very truly

RAY-MALING., INC.

(Signed) ARTHUR L. REILING
Arthur L. Reiling

ALR:JS

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**Plaintiff's Exhibit 1050**

6125 B. E. MALING, INC.
*Hillsboro, Oregon*

March 25, 1941

Dr. A. O. Pitman, President
The Washington County Medical Society
Hillsboro, Oregon

Dear Dr. Pitman:

Acknowledging Dr. Kabeiseman's letter of March 19 and referring to my conversation with you personally some little time ago:

In checking this matter up find I was correct. The agreement now existent between our Company and the Industrial Hospital Association has been renewed and runs for quite some time yet, therefore, regret there is nothing we can do about this matter at this time.

Yours sincerely,

B. E. MALING, INC.

(Signed) B. E. MALING
a
B. E. Maling President

BEM:A

**Plaintiff's Exhibit 1051**

6126 CONSOLIDATED TIMBER COMPANY
GLENWOOD, OREGON

OFFICE OF
LLOYD R. CROSBY
MANAGER

812 AMERICAN BANK BUILDING
PORTLAND, OREGON

March 26, 1941

F. J. Kabeiseman, M. D. Secretary
Washington County Medical Society
Hillsboro, Oregon

Dear Sir:

This will acknowledge receipt of your letter of March 20. As you probably know, we are under contract with the National Hospital Association and the contract does not expire for a long time. Therefore, we do not see what could be gained for you or for us by meeting with you at this time.

Very truly yours,

CONSOLIDATED TIMBER COMPANY

By (Signed) LLOYD R. CROSBY
Lloyd R. Crosby, Manager

LRC:pd

**Plaintiff's Exhibit 1052**

6127

Minutes of Meeting
of
The Physicians of the Washington County.
Held at the Jones Hospital, Hillsboro, Oregon.
April 7, 1941. At 7:30 P. M.

Meeting was called to order by Dr. A. O. Pitman Pres. Present were Drs. Kines, Waltz, Roucker, Robb, Wiley, Pitman and Kabeiseman.

Also present were the following dentists; Drs. Gibson, Mills and Todd of Forest Grove. Drs. Dresser and Abrams, of Hillsboro.

Dental problems were discussed with the Dentists of Washington County. Fee schedules of the other Associations were discussed and compared with the Oregon Service Medical Bureau. A fee schedule is to be worked out by the Dentists of Washington County and presented to the Washington County Medical Society.

Dr. Robb, made the motion that Dr. H. C Fortner of Forest Grove become an honorary member of the Washington County Medical Society. Motion 2sd. by Dr. Kines. Motion passed unanimously by members present.

Dr. Robb suggested that a letter be written to the Oregon State Medical Society asking the Society to write a letter to the leading employers in this community expressing the views and position of the Physicians and the Oregon Medical Society in regards to the Commercial Hospital Associations.

(Signed) F. J. KABEISEMAN
Secretary-Treasurer

**Plaintiff's Exhibit 1053**

6128

OREGON STATE MEDICAL SOCIETY
Bureau of Medical Economics
Medical-Dental Building
Portland, Oregon

AFFILIATED LOCAL MEDICAL
SERVICE BUREAUS

EUGENE
EUGENE HOSPITAL AND CLINIC
PACIFIC HOSPITAL ASSOCIATION

KLAMATH FALLS
KLAMATH MEDICAL SERVICE BUREAU

LA GRANDE
UNION COUNTY MEDICAL
SERVICE BUREAU

MARSHFIELD
COOS BAY HOSPITAL ASSOCIATION

MEDFORD
SOUTHERN OREGON MEDICAL
SERVICE ASSOCIATION

OREGON CITY
ASSOCIATION OF CLACKAMAS
COUNTY PHYSICIANS

PORTLAND
MULTNOMAH MEDICAL SERVICE BUREAU

SALEM
PHYSICIANS AND SURGEONS
HOSPITAL ASSOCIATION

TILLAMOOK
TILLAMOOK HOSPITAL ASSOCIATION

April 19, 1941

We are addressing this letter to you as one of the leading employers in your community.

The Oregon State Medical Society desires that all our people shall receive adequate medical care. For employees with modest incomes, this objective, in many instances, can best be accomplished by a prepayment plan under which the employee pays a small sum each month to ensure payment of medical services when they are needed.

Such plans have been in operation in Oregon for many years under the auspices of commercial hospital associations organized for profit. Some of these plans have had many undesirable features from the standpoint of both the employee and the physician, including the denial of free choice of physician and the intervention between the patient and his physician of a third party who, for economic reasons, desires to dictate the nature of the service the physician may render.

To eliminate these evils and to give a high standard of medical service to employees with modest incomes, the Oregon State Medical Society has fostered organizations of physicians in their local communities to provide medical care on a prepaid basis. These organizations observe the following principles:

6129

1. Non-profit service and compensation of physicians on a modest basis only after all other expenses are paid.
2. Free choice of physician.
3. Individual patient—physician interest and attention.
4. Service under the direct supervision of the medical profession.
5. Maintenance of the recognized confidential relationship between the patient and his family physician.

The physicians of Washington County have recently organized a county medical society and have affiliated with the Multnomah Medical Service Bureau of Portland, an organization of physicians that provides medical care to employed groups. This organization has the approval of the Oregon State Medical Society and operates in accordance with principles laid down by the Society that are designed to ensure a high quality of medical care.

We earnestly solicit the cooperation of leaders, such as yourself, in utilizing this medical service plan of the Washington County Medical Society.

Very sincerely yours,

OREGON STATE MEDICAL SOCIETY
BUREAU OF MEDICAL ECONOMICS

by_____

**Plaintiff's Exhibit 1056**

6130 ARTHUR C. McCOWN, M. D.

Houlton, Oregon

JULY 2, 1938

Mr. C. B. Pumphrey,
The Pumphrey Co.,
Wilcox Bldg.,
Portland, Ore.

Dear Sir:

I am herewith submitting my resignation from the Medical Staff representing the Pumphrey Co., in St. Helens, to be effective on or before August 10, 1938.

Hoping this meets your approval, I am

Yours Truly,

s/ A. C. McCown
A. C. McCown, M.D.

cc St. Helens Pulp & Paper
Columbia Co. Medical Soc.

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6132 St. Helens Oregon

July 8, 1938

The Pumphrey Hospital Association
1209 Wilcox Building
Portland Oregon

Dear Sirs:

This is to notify you that after August 10, 1938 I will no longer treat employees covered by the Pumphrey Hospital Association.

Yours Very Truly

(Signed) B. SHERWIN M.D.

R. G. MacDONALD, M.D.
JOHN C. BARTON, M.D.
*Physicians and Surgeons*
ST. HELENS, OREGON

July 6, 1938

Pumphrey Company
Wilcox Building
Portland, Oregon

Gentlemen:

I regret to state that circumstances have made it impossible for me to continue to see patients for the Pumphrey Company after August 10, 1938.

Very truly yours,

(Signed) R. G. MacDONALD
R. G. MacDonald, M.D.

RGM:JT

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R. G. MacDONALD, M.D.
JOHN C. BARTON, M.D.
*Physicians and Surgeons*
ST. HELENS, OREGON

July 6, 1938

Charles Pumphrey
Wilcox Building
Portland, Oregon

Dear Sir:

After August 10, 1938 I will be unable to do any work for the Pumphrey Company.

John C. Barton, M.D.

(Signed) JOHN C. BARTON

JCB:JT

6133

M. A. KENNEY, M. D.

PHONE 662
RAINIER, OREGON

July 6, 1938

The Pumphrey Co.
Wilcox Bldg.
Portland, Oregon

Gentlemen:

I wish to inform you at this time, that on and after August, 10th, of this year, I will not take care of men under your contracts. In case of an emergency, I will render first aid only, providing this service be paid for at current state rates.

Respectfully

(Signed) M. A. KENNEY M.D.

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6134

COLUMBIA COUNTY
MEDICAL SOCIETY

St. Helens, Oregon,

July 6, 1938

Pumphrey Company,
Portland, Oregon.

Gentlemen:

I regret to inform you that I will not be able to do any work for you after August 10th.

Yours truly,

(Signed) J. H. FLYNN

JHF:LH

6135 OFFICE HOURS
10 TO 12 — 2 TO 5

OFFICE PHONE 103
RES. PHONE 103-R

DR. A. E. JOHNSTONE
PHYSICIAN AND SURGEON
VEAZIE-GRAY BUILDING
ST. HELENS, OREGON

June 7, 1938

The Pumphrey Co.
Portland, Oregon

Dear Sirs:

I wish to notify you that after August 10, 1938 I will not treat employees covered by The Pumphrey Company.

Yours truly,

(Signed) ARTHUR E. JOHNSTONE
A. E. Johnstone M.D.

C.C. St. Helens Pulp & Paper Co.

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**Plaintiff's Exhibit 1057**

6136 BEFORE THE BOARD
OF CENSORS
OF THE
MULTNOMAH COUNTY MEDICAL SOCIETY

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IN RE: Dr. C. Harold Palmer.

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Auditorium, Medical-Dental Building,
Portland, Oregon, June 11, 1940
8:00 o'clock P. M.

BOARD OF CENSORS:

Dr. Charles E. Sears, Chairman (absent).
Dr. E. E. Gambee, Acting Chairman.
Dr. Ernest L. Boylen

GRIEVANCE COMMITTEE:

Dr. Stanley Lamb, Chairman.
Dr. B. O. Woods.
Dr. Roger Holcomb (absent).

Mr. John J. Coughlin, Legal Adviser.
Mr. John Caughell, Acting Executive Secretary.

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(In the case of Dr. C. Harold Palmer the following proceedings were had:)

Dr. Lamb: How is everything on the peninsula?

Dr. Palmer: Well, it is still there if you fellows will leave it alone. I suppose I will get a copy of this, won't I?

6137 Dr. Lamb: That is right.

Mr. Coughlin: I don't know whether there is any necessity of taking—

Dr. Gambee: Are you really asking for a copy?

Dr. Palmer: Sure, if you are taking it.

Dr. Gambee: Well, these notes as a rule are not transcribed, unless there is some use made of them.

Dr. Palmer: Well, have them transcribed.

Dr. Lamb: Will you pay for it?

Mr. Coughlin: A dollar and a half a page; isn't that right, Mr. Holmes?

The Reporter: Sure.

Dr. Palmer: Well, if you transcribe them correctly that is the main thing.

Mr. Coughlin: This man is a professional court reporter.

Dr. Gambee: Dr. Palmer, as a rule these notes are not transcribed unless there is some reason we want them. They are just taken as a matter of record if they are ever wanted.

Dr. Palmer: Well, we can decide on that later.

Dr. Boylen: Wouldn't Dr. Palmer or anybody else have a right to look these notes over?

Dr. Gambee: Dr. Palmer, you know the verdict of the Medical Society; first, that it has prodded up the Board of Censors to investigate and try to eliminate unethical practice, and it has not only done it once but it has done it several times. Then commencing about three years

6138 ago it appointed an auxiliary committee, the function of which is to investigate complaints and bring the complaints before the Board of Censors. Now this task is a very onerous one; none of us really enjoy it, and the purpose of this meeting tonight is conciliatory as far as humanly possible. We are not here with any desire to persecute you. You are just one of us, and we want to talk this thing over and see if something can't be worked out, because the Society leaves us no alternative but to follow

these complaints. It is very generally known that you as well as others on the peninsula are doing work for the National, the Industrial, and the Multnomah. You admit that, don't you?

Dr. Palmer: You go ahead and talk. I am admitting nothing.

Dr. Gambee: Well, Doctor, I was taking it for granted that you were doing that. I am not trying to get you to admit something unless you are perfectly willing to. I was trying to give you the background of this thing that led up to it and was trying to let you understand that you were one of us and that I have no particular desire in this matter, and I merely asked you that question.

Dr. Palmer: I will say this; I will go back still farther than that. A number of years ago one of our leading physicians on the peninsula there who you know figured that one of the other men was walking away with his business. The result was he started in a campaign
6139 of propaganda, writing the various medical societies of the city, county, and state, and this of course stirred up a considerable agitation amongst the medical profession in the State of Oregon.

Now even before I ever practiced medicine various organizations were operating in the State of Oregon, which were called hospital associations, under the license of the State of Oregon. I had nothing to do with the organizations at all, and after I came back from the service I located in the St. Johns district. I have always been doing industrial work; I had been in the service for two years doing practically that type of work, and when I landed there I found that I was confronted with a lot of things which weren't entirely to my way of liking or my way of thinking. However, I was there and my business was to render service to the general public. When they came to my office I gave it, and I am still continuing to do that. I have been a member of the medical society and I have been endeavoring to conduct a good, clean practice of medicine and I hope to continue that.

I appreciate the fact that you men are working under the directions of the American Medical Association. I think you have done some very wonderful work, and I appreciate you are putting in a lot of time. However, there are four things that concern me. First is the medical profession as a whole. I think it should be kept to as high a stand-
6140 ard as possible. The second is, I think the man who is practicing medicine, if he is conducting a good,

straight, ethical, legitimate practice, should be left alone. The third is, the employe who is demanding the services is coming of his own free will. I have done nothing in the way of solicitation or request that carries any suggestion to them that they come to me. The fourth is the general public as a whole. That I consider will be the final judge of whatever is done, whether the medical society does it or whether the hospital association does it or whether the physician himself does it. Therefore it doesn't make a bit of difference to me, if I am just left alone to practice medicine in a good, clean, ethical way.

Now I come back to the hospital association, which I take it is the question that you have in mind. They are operating. I do not work for any of them. I do not belong to any of them. I am not financially interested in them, and I grant you that there probably have been a lot of things that they have done which have been rather antagonistic to the general practitioner as a whole; I know they have to me, and probably to others, which no doubt has stirred up this marked dissension. However, that is none of my doings; I have had nothing to do with it and I don't sanction the things that they are doing.

The next thing I think that developed was, the medical society was confronted with a problem of how they are
6141 going to solve the question. It is a big problem, I grant you. I have been a member of the medical society and I have always tried to cooperate with them in every way. However, nobody has ever requested me to work on any committee or ever asked me for any suggestions regarding how it should be worked out. Personally I think the way they are going about it is not the proper way. However, that is just my opinion. The thing that occurred to me is that when they try to do away with the hospital associations, instead of standing pat and working the thing out in a clean cut, ethical way they turned around and went into the same type of business which they were trying to fight; in other words they were using fire to fight fire. Personally I think the wedge or the spear which they have used as the medical service bureau to combat this condition has made matters worse rather than corrected them.

Don't misunderstand me I mean this: The hospital associations that were operating at the time I went there twenty years ago were pretty cocky; they were pretty independent—in other words take it or leave it. When other organizations came in as competitors they began to ease up a

little. Conditions were improving. In other words the competition has released the tension somewhat. Then as time goes on there comes another hospital association, the doctors' group. I think it has helped a whole lot too. However, my observation has been that the medical service bureau has been hitting below the belt in a great
6142 many ways, which I can't see is the proper way and a good, clean, ethical way of doing business. Now it appears to me that they are out with the intention of destruction rather than construction. If that is the case the tactics they have used in underbidding, undermining, hitting below the belt, as it were, to obtain these contracts for the benefit of a few who are out against the others that are in have resulted in a lot more friction, rather than trying to correct the thing which we started out to do.

Dr. Gambee: Dr. Palmer, I appreciate your open, friendly remarks and I am going to reply to you as far as I can. Now the hospital associations, as you say, were organized a long time ago. They have always been disapproved by organized medicine. They have never had the approval of organized medicine, and it was only with the depression about ten years ago that any effort was made to curb them. Then a group of physicians organized the Multnomah, and it was first approved, and then disapproved for the very tactics that you have described as striking below the belt. Now some of those things we can't approve of. I am in the Multnomah now, as you know, for but one purpose, namely, to make it better if I possibly can. I don't approve of many things the Multnomah has done and I am trying to correct them. Now that is one activity. You are in the Multnomah and we will always be glad to have you attend the meetings.

6143 Now the society on the other hand started in about five years ago to press down, just as you have suggested, on these offenders, men who are doing this type of work which the society has branded as unethical. The society has done it because it subscribes to the code of ethics of the American Medical Association, and the code of ethics of the American Medical Association forbids this kind of work on the basis of solicitation and not giving the patient a free choice of physician, as well as other points. Now we are doing the very best we can to clean up this situation. When you say you are conducting an ethical practice you are as far as your relation with those patients is concerned, but nevertheless all the time this third party is in there who is not supposed to be there.

Dr. Palmer: Wherever a hospital association is conducted it doesn't make any difference who is conducting it; there has to be some head of the organization that has to direct the thing. I don't care whether it is the Multnomah group or some private group; it doesn't make any difference, somebody has to direct that. If it isn't directed it is everybody's business, and if it is everybody's business it is nobody's business. Now it doesn't make any difference whether I have to call up one group or another and tell them that I have an operative case that needs attention. The chances are the end results will be the same. I don't care whether it is the Multnomah group or any of
6144 the other groups. When I do work for any of them I do it as I do for a private patient; I give them the best I have, and when I get through I bill whoever is responsible for his work. The result is that I am not doing work for any organization.

I collect bills for services rendered for the state or for the various insurance companies, the accident and health group, and it doesn't appear to me that the American Medical Association is in position in Chicago to sit back there and tell the people in Oregon how they should conduct their medical society. I grant you it is all right for them to offer suggestions, but I heard Fishburn state here in his own words that he thought each group understood the situation, that they had it in hand much better than they did in Chicago, and he suggested at that time that they adjust their society and their rules and regulations to take care of the situation.

Now if the medical society expects to gain anything by starting to pick off their good, substantial medical men who have been honestly trying to conduct a good, clean cut piece of business and start to nip them off one at a time to build up some particular hospital association I don't think it is democratic; I think it is a very undemocratic condition of affairs. It is comparable in Portland to just exactly what Hitler is doing now. He is just starting in in a ruthless way and trodding over the rights of neutral nations and neutral people, and that is just exactly
6145 what the society will do when they start to pick off good, straight, legitimate medical men that are trying to make an honest, decent living.

Dr. Lamb: Doctor, do you bill the Industrial Hospital Association for work you do for one of their men?

Dr. Palmer: I do.

Dr. Lamb: And do you bill the National Hospital Association for work you do for one of their men?

Dr. Palmer: Yes, if they bring in a ticket.

Dr. Lamb: And who pays the bill?

Dr. Palmer: They do. If they don't pay it the man is billed himself.

Dr. Lamb: The hospital association pays it to you, not the man?

Dr. Palmer: Yes.

Dr. Lamb: And you do work also for the Multnomah?

Dr. Palmer: Yes.

Dr. Lamb: And you bill that bureau too just the same, and they pay the bill?

Dr. Palmer: Yes.

Dr. Lamb: Then you do work really for how many hospital associations? Three at least, don't you?

Dr. Palmer: Well, you are making a statement which I am trying to tell you shouldn't be made. You are making a statement that I am working for the hospital as-
6146 sociation.

Dr. Lamb: No, not at all.

Dr. Palmer: The hospital association pays the bill.

Dr. Lamb: I am trying to coordinate your statement with one that was made two years ago when you were here, that is all, and you were doing work at that time for the hospital associations, those two—so you said—and also the Multnomah.

Dr. Palmer: If you want to interpret me receiving the check from any of the hospital associations—that is the thing that you are assuming as my working for them. The distinction I am trying to make is this: If I was employed by any of these organizations and working for them I would answer your question "Yes", but I am not. I am working as an independent individual, and I don't give a damn whether it is one organization or another. I render that service and send my bill. If they don't pay it I send it to the individual himself. Do you get what I am driving at? There is a difference there.

Dr. Lamb: That is an unethical practice and an unethical procedure.

Dr. Palmer: What is unethical?

Dr. Lamb: To receive patients from either of those hospital associations, because they advertise.

Dr. Palmer: Advertise? What are you talking about? Why, God damn it, the medical service bureau ad-
6147 vertises, and they have got a list of doctors on it. You have never seen any of the other organizations

with a list of the doctors on it, passing it out to the laymen.

Dr. Lamb: Yes, we have a list.

Dr. Palmer: Well, I have never seen one if they have.

Dr. Lamb: We have.

Dr. Palmer: I would like to see it.

Mr. Coughlin: Doctor, do you send reports on the patient's condition to the National?

Dr. Palmer: No.

Mr. Coughlin: You never do that?

Dr. Palmer: No, sir.

Mr. Coughlin: Don't they require you to do that before they pay you?

Dr. Palmer: No, sir. I report the nature of the service, is all.

Mr. Coughlin: You don't send any report on the diagnosis and the condition of the patient?

Dr. Palmer: Not any more than the summary of the service that was rendered, whether it was for sore throat or appendix.

Mr. Coughlin: Is that a recent change in their policy? That hasn't been the case all the time, has it? In the past they have required you to send reports on diagnosis and treatment of the patient, haven't they?

Dr. Palmer: Well, you understand the report
6148 goes in just the same as to any other organization—your medical service bureau; it is just the same. We report the nature of the service rendered.

Mr. Coughlin: You don't report the diagnosis that you have made?

Dr. Palmer: I would say probably your conclusion of the case, all right.

Mr. Coughlin: In the case of an operative procedure do you send in to the hospital association a report on your diagnosis and laboratory findings, and so forth, before they authorize the operation?

Dr. Palmer: Not necessarily. I usually do. As a rule they say, "It is O.K. Go ahead", and I do it. I try to cooperate with them in every way. If a man gets knocked down and is protected by an insurance company I try to cooperate in every way the patient wishes.

Mr. Coughlin: When you say they usually approve the thing after you report to them or call them on the telephone, or whatever you do, who do you mean by "they"? Do you mean Bechtold approves it?

Dr. Palmer: No, I mean all associations, whoever happens to be there. As a rule we do work mostly through

the various doctors of the organizations if it is a medical question.

Mr. Coughlin: Well, suppose you had a case where a person had symptoms of appendicitis without a very acute condition, so that in your judgment an operation would be advisable to save an acute condition from arising
6149 and that patient had a ticket from the National Hospital Association and presented that to you, who would you call in the organization about that procedure?

Dr. Palmer: That depends. Most of those cases I handle just like I would a private case. If it is a case that I suspect appendicitis I send it to the hospital and have it checked over and a blood count taken and other things taken, and if there is any question about it, if it is the medical service bureau, I usually call them up because that is what they requested. Some of the associations I don't ask at all; I just go ahead and handle it and send my bill in.

Mr. Coughlin: If that case were a National case, a case where a man had a National ticket, and you got the laboratory findings, and so forth, and it was an elective procedure would you call Bechtold about that procedure?

Dr. Palmer: No.

Mr. Coughlin: Who would you call?

Dr. Palmer: I wouldn't call anybody; I would go ahead and do it.

Mr. Coughlin: Without sending laboratory reports?

Dr. Palmer: Yes. As a rule I let them know what I am doing, and if I want counsel I call for counsel too.

Mr. Coughlin: When you say "them" who do you mean?

Dr. Palmer: I am speaking of anyone who is
6150 operating a hospital association or an insurance company.

Mr. Coughlin: When you say "them" about the National who do you let know, Mr. Bechtold or who?

Dr. Palmer: I call up the National Hospital and report it to them. If it is a medical case I usually talk to some of the medical men or Dr. Carlson or Dr. Leonard or Dr. Suckow.

Mr. Coughlin: You have never called Bechtold for permission to do anything like that?

Dr. Palmer: I haven't for quite a long while. He and I used to have a fight every morning just before breakfast for a number of years, and we got over it, so I don't have to do that any more.

Dr. Boylen: Which hospital do you take your patients to?

Dr. Palmer: The Emanuel Hospital.

Dr. Boylen: Are you on the staff of the Emanuel, Doctor?

Dr. Palmer: Yes, sir.

Mr. Coughlin: Well, I assume from what you have been saying, Doctor, that you feel that you want to continue in this business as you have done in the past. I assume you don't feel now that you will change your procedure in any way. Is that right?

Dr. Palmer: The first thing is this: When I am convinced in my own mind that I am doing anything which is unethical or that I feel is producing any injury to
6151 the medical profession as a whole then I want to correct it. I want to cooperate. I have always tried to cooperate with any organization I have been with; I don't care whether it is a medical society or a hospital association or the Kiwanis Club or whether it is a medical service bureau or the Industrial Hospital Association or whether it is the National Hospital Association or whether it is Pacific Indemnity Company or whether it is the State Industrial Accident Commission or whether it is the Federal Accident Commission, I have always tried to cooperate and I have tried to be fair and square and play the game with them in a good, clean cut, ethical way.

Now just because the American Medical Association has asked these boys to correct a condition out here which perhaps a few of our medical men consider unethical, that doesn't correct the condition as far as I see it; in other words the condition is not corrected by the method they are using to correct it, if you get what I am trying to say.

If the medical society feels that the hospital associations need correcting, or in other words are not operating the thing the way they should do for the betterment of the medical profession, for the doctors themselves, for the patients themselves, and for the public themselves, then I say that the medical society should do all in their power to correct it, and I being a member of the medical
6152 society am willing to cooperate in any way that I can to bring this thing about.

To give you an illustration, we will assume that the statements that you have made are true that it is unethical for a man to conduct his practice of medicine if he accepts pay from some particular organization which they think is not ethical. Now if that organization is not conducted as they see it then it is all right for the medical

society to correct it if they can. To give you an illustration of what I am trying to say, prostitution is going on in the City of Portland, gambling is going on in the City of Portland, and various other things are going on in the City of Portland. I venture to say that they are doing all they can to correct this condition, but they are not correcting it, and they are not taking their dirty linen out in front of the general public and washing it any more than they can help, unless it comes to a political campaign, when they do take some of it out. Do you see what I mean?

So after all the final analysis is going to be what the general public thinks about this. It isn't what the medical society thinks. As far as the medical society is concerned a lot of our doctors consider themselves of a very high class type, as far as that is concerned, with the laymen, yet a horse doctor, a robber—well, I wouldn't want you to write down all of the things that I say, but you
6153 understand what I am trying to say. As far as the medical society trying to tell the general public how or what they should have, that isn't always exactly what the general public thinks. Therefore it behooves the medical society to keep their organization in as clean cut, highly ethical condition as they can, and I think they have made one great mistake in the first place in ever trying to fight this condition with another fire, because when they do that they go out before these men who are only interested in giving their medical attention, their care, and their service; they don't give a damn who is operating the thing as long as they get the service, the care, and the attention. Isn't that true?

But the medical profession say, "Yes, this organization that has got so many men should be under the doctors' bureau", and if the medical profession themselves or the bureau will operate a good, clean cut, ethical practice of medicine, put someone at the head of it who will play the game fair and square, not only to the medical men themselves, but to the employes and the employer and keep themselves on a high plane, then I say in time they will whip this thing up to a certain point. They will never whip it completely. When they do get to the point that they have the thing completely corralled some other organization will come up, because no one organization can completely satisfy the groups as a whole. Do you see what I am trying to say?

6154 Dr. Lamb: Yes. Well, Doctor, I take it from your conversation that you expect to continue working for all of these hospital associations.

Dr. Palmer: I am forced to do it, Doctor. It isn't a matter of what I want. What I would like to do, I would like to retire.

Dr. Lamb: If all the other men in your vicinity quit working for the hospital associations would you be willing to do so too; I mean those other than the Multnomah? You are working for three others at least.

Dr. Palmer: It isn't a matter of what I want to do; it is a matter of what I am forced to do. I have been there twenty years. I have established my practice, I have my equipment, my home, I have raised my family. As far as my own conscience is concerned I don't feel at all guilty. The only reason I would hate to lose my membership in the medical society would be for my family and my children. As far as what the medical society has done for me, I don't think I would lose very much.

Dr. Lamb: It has been determined that both the National and the Industrial do an unethical business.

Dr. Palmer: I don't think so.

Dr. Lamb: All right. And so it is impractical to continue in the medical society and also to continue in your work with these unethical combinations, so you have
6155 to come to a decision pretty soon on what you are going to do.

Dr. Palmer: Well, I am coming to it. I am giving you my reasons as honestly and frankly as I can.

Dr. Lamb: Well, that is not a decision.

Dr. Palmer: You will make the decision, not me.

Dr. Lamb: Oh, no.

Dr. Palmer: Yes, you will, Doctor. I am still with the medical society. You have got to prove it before you can do anything with me.

Dr. Lamb: You wouldn't under any consideration reconsider your decision at the present time and give up your work in those hospital associations, would you?

Dr. Palmer: I don't see how I could. If you force me to do that you are taking away from me the things that I have built up over a period of twenty years. Do you see what I mean?

Dr. Lamb: But that, Doctor, is in harmony with the policy that is being carried and has been carried out by the medical society for the last three years.

Dr. Palmer: But I am telling you this, that the men who are back of this, the men who are probably fostering this thought in your mind, are a lot of the men who are not versed with the situation we are up against in the

locality we are in. That is the first thing. The second is, a great many of these men don't understand the prob-
6156 lem of an industrial surgeon or a man doing industrial work. In the next place, a great many of these men who are putting themselves up as so ethical and the others so unethical wouldn't want that type of work anyway, there is so little in it, no matter who is following it. The only way you can make a living is by good hard work, long hours every day. Dr. Gambee can tell you that.

Dr. Gambee: Dr. Palmer, I for one fully recognize what you are up against, living in an industrial community, but we have no choice in this matter. We have simply got to ask you to discontinue doing this work for the unethical hospital associations. The majority of the profession consider these organizations unethical, Doctor, and in this country the majority rules. The majority of the medical profession are united in considering these lay owned and lay operated hospital associations as unethical. They restrict the rights of physicians, they limit the number of men that the patients can go to, they don't have free choice of physicians, and many other things, so we have only one thing that we can do, Doctor, and that is to ask you to discontinue working for these unethical hospital associations. It is the only thing we can do.

Dr. Palmer: Well, the only thing I could do under that setup would be to resign from all of them, the Multnomah Service Bureau included, because as I look at it it is
6158 nothing more than another hospital association.

Dr. Gambee: Doctor, I wish you would study this whole thing closer and get into the inside of it. You haven't come in. Come into the council meetings; come into the Multnomah meeting.

Dr. Boylen: Dr. Palmer, I would just like to have you realize that I don't belong to any association. I don't belong to the Multnomah Health Association.

Dr. Palmer: I think you are a very fortunate doctor, not being caught in the snare.

Dr. Boylen: I am trying to maintain an open mind and a fair attitude. I want you to consider that, that I don't belong to any association.

Dr. Palmer: I know these boys are doing their duty as they see it. I am not criticising these boys at all. Personally they are good friends of mine.

Dr. Lamb: Will you make up your mind, Doctor, soon then, within the next week or ten days or two weeks,

what you are going to do? Because it has been two years' time.

Dr. Palmer: I will say this, that if I am doing anything that is curtailing any of your activities or the things that you should do in doing your duty, for God's sake do it; don't hesitate, don't wait on my account. If you are going to do it, do it—fine and dandy. Whatever action you take, I contend I still have the privilege to tell Bechtold to go to hell whenever I want to.

6159 Dr. Lamb: Then will you let us know within the next couple of weeks?

Dr. Palmer: You write your request and I will think it over.

Dr. Lamb: No, there will be no more requests written.

Dr. Palmer: Well, that is your business.

Dr. Lamb: We are telling you right now, you understand.

Dr. Palmer: I am telling you something too.

Dr. Lamb: All right.

Dr. Palmer: You probably speak of me not knowing what is going on. All the medical profession haven't agreed on this action that you people are taking, and before you get through I imagine you will have several wakeful nights for the action that you have taken. That be as it may, I don't wish you any bad luck at all, but I have a clean record and you are not going to coerce me into doing something that I can't see. In the first place I don't consider it unethical. In the second place I am not in any financial condition to change, a man fifty years old that has been practicing in the community for twenty years, and I would say if there is anything wrong with what is being done in the hospital association you boys clean it up and I will help you, but don't expect me to do the thing which is going to deprive me and my family of a livelihood.

6160 Dr. Lamb: That is all, Doctor. I have nothing more to say.

Dr. Palmer: Well, just stop and figure what will occur. If you throw me out of the medical society you will automatically throw me out of the medical service bureau. Now assume that the other men in our district go through the same process. The medical service bureau will in all probability lose most of the contracts they already hold, therefore they are defeating the purpose and the intention of the thing which you originally started. Isn't that a fact?